

300 E. Mineral Ave., Suite 10 Littleton, CO 80122-2631 303/781-8211 303/781-1167 Fax

July 12 2004

Fluid Minerals Group Bureau of Land Management Vernal Field Office 170 South 500 East Vernal, Utah 84078

RE: Application for Permit to Drill—Dominion Exploration & Production, Inc. HCU 10-34F, 1,934' FSL, 1,994' FEL, NW/4 SE/4 Section 34, T10S, R20E, SLB&M, Uintah County, Utah

Dear Fluid Minerals Group:

On behalf of Dominion Exploration & Production, Inc. (Dominion), Buys & Associates, Inc. respectfully submits the enclosed original and two copies of the *Application for Permit to Drill (APD)* for the above referenced well. Included with the APD is the following supplemental information:

Exhibit "A" - Survey plats, layouts and photos of the proposed well site;

Exhibit "B" - Proposed location maps with access and utility corridors;

Exhibit "C" - Production site layout;

Exhibit "D" - Drilling Plan;

Exhibit "E" - Surface Use Plan;

Exhibit "F" - Typical BOP and Choke Manifold diagram.

Please accept this letter as Dominion's, written request for confidential treatment of all information contained in and pertaining to this application.

Thank you very much for your timely consideration of this application. Please feel free to contact myself or Carla Christian of Dominion at 405-749-5263 if you have any questions or need additional information.

Sincerely,

RECEIVED

JUL 1 4 2004

DIV. OF OIL, GAS & MINING

Don Hamilton
Agent for Dominion

cc: Diana Whitney, Division of Oil, Gas and Mining Amanda Mart, Bureau of Indian Affairs Carla Christian, Dominion Marty Buys, Buys & Associates, Inc.

FILE GOPY

CONFIDENTIAL

Form 3160-3 (December 1990)

UNITED STATES

SUBMIT IN TR ICATE* (Other instructions o

Form approved. Budget Bureau No. 1004-0136

DEPARTMENT OF THE INTERIOR

Expires: December 31, 1991

0 0 1 DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT						5. LEASE DESIGNATION A	ND SERIAL NO.				
APPLICATION FOR PERMIT TO DRILL OR DEEPEN								6. IF INDIAN, ALLOTTEE C	R TRIBE NAME		
la. TYPE OF WORK							Ute Indian Tri				
	DRIL	L K	DEEP	EN	П					7. UNIT AGREEMENT NAM	Œ
b. TYPE OF WELL		_	DELL							Hill Creek Uni	
OIL WELL	GAS WELL 🔯	OTHER			SINGLE ZONE	*71	MULTIPLE			8. FARM OR LEASE NAME	WELL NO.
		OTHER			ZONE	ĸ	ZONE			HCW 10-34F	
2. NAME OF OPERATOR						-		-		9. API WELL NO.	
D	ominion Exp	loration &	Production, Inc.							43-047	-35834
3. ADDRESS AND TELE	PHONE NO.									10. FIELD AND POOL, OR V	VILDCAT
14	<u> 1000 Quail S</u>	prings Pa	kway, Suite 600	Oklal	homa City	, OK	73134, 40	5-749-5	263	Natural Buttes	
4. LOCATION OF WELL At surface	(Report location cle	arly and in acco	dance with any State require	ements.*)						11. SEC.,T.,R.,M., OR BLK.	
A4 1 . 1	1	,934' FSI	., 1,994' FEL ⁶¹⁵ . 1,994' FEL	5461	NW/4 S	E/4	39.902 -109.64	05		A Section 34,	
At proposed prod. zone	1	.934' FSI	., 1.994' FEL ⁴⁹	17550	Y NW/4 S	F/4	-109.64	1835		T10S, R20E, SLB&M	
14 DISTANCE IN MILE	S AND DIRECTION	FROM NEAR	EST TOWN OR POST OFF	ICE*		<i>L//</i> T				12. COUNTY OR PARISH	13. STATE
	1	2.98 mile	s southeast of Ou	rav I	Itah					Uintah	Utah
15, DISTANCE FROM PE	ROPOSED*		o bounded of Ou		OF ACRES IN I	LEASE	·		17. NO. OF	ACRES ASSIGNED	
LOCATION TO NEAD PROPERTY OR LEAS										S WELL	
(Also to nearest drig. u		1,934'			640				40	0 acres	
18. DISTANCE FROM PR LOCATION TO NEA			8 8		POSED DEPTH		****			OR CABLE TOOLS	
DRILLING, COMPLE	ETED, OR										
APPLIED FOR, ON T		1,100			7,950'				Ro	otary	
21. ELEVATIONS (Show	whether DF,RT,GR	etc.)								APPROX. DATE WORK WILL	START*
		5,285°	CD							T 4 7 000 64 4	/
23.		<u> </u>	PROPOSED CAS	ING AN	ID CEMEN	TIMG D	DOCD AM			January 15, 2004	2
SIZE OF HOLE	GRADE, SIZE	OF CASING	WEIGHT PER FOO				ROGRAM				
	OKADE, SIZE	OF CASING	WEIGHT PER FOU	"	SETTING DE	PIH			QUANTI	TY OF CEMENT	
12-1/4"	8-5/8" J-55		32#		2,000'		252 sacks Lea	d and 219	sacks Tail,	100 sacks Top Out (see D	rilling Plan)
7-7/8"	5-1/2" Mav-	80 LT&C	17#		7,950'		160 sacks Lea	d and 435	sacks Tail (see Drilling Plan)	
	-		•	•		'					
Bond Inform	ation:										

Bond coverage is provided by Travelers Casualty and Surety Company of America, Bond #76S 63050 0330

Other Information:

Drilling Plan and Surface Use Plan are attached.

Dominion requests that this complete application for permit to drill be held confidential.

Federal Approval of this Action is Necessary

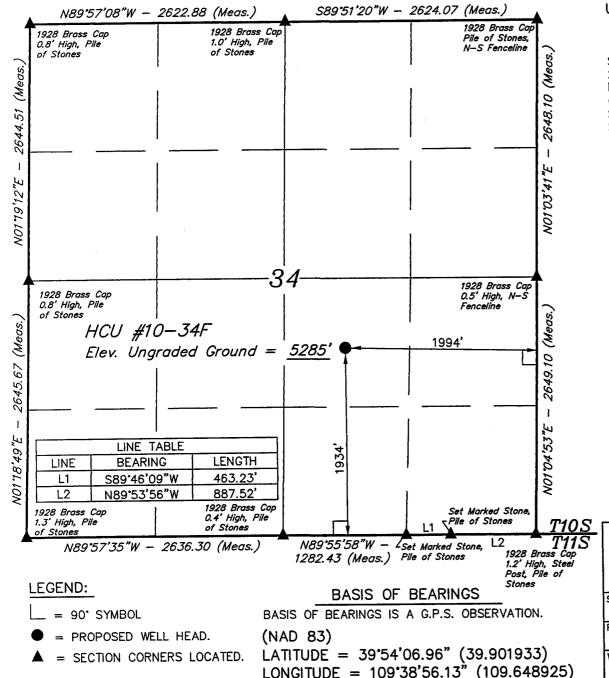
RECEIVED JUL 1 4 2004

DIV. OF OIL, GAS & MINING

IN . perti	IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen, give data present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.							
24.	SIGNED Don Hamilton Don Hamilton	TTTLE	Agent for Dominion	DATE	July 12, 2004			
	(This space for Federal or State office use)							
	PERMIT NO. 43-047-358 34		APPROVAL DATE					
	Application approval does not warrant or certify that the applicant h	olds legal or	equitable title to those rights in the subject lease	which would entitle	the applicant to conduct operations thereon.			
	APPROVED BY APPROVED BY	_TITLEE	BRADLEY G. HILL NVIRONMENTAL SCIENTIST III	DATE_	07-15-04			
			structions On Reverse Side					

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency or the

T10S, R20E, S.L.B.&M.

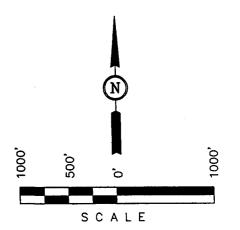


DOMINION EXPLR. & PROD., INC.

Well location, HCU #10-34F, located as shown in the NW 1/4 SE 1/4 of Section 34, T10S, R20E, S.L.B.&M. Uintah County Utah.

BASIS OF ELEVATION

SPOT ELEVATION AT THE SOUTHWEST CORNER OF SECTION 20, T10S, R20E, S.L.B.&M. TAKEN FROM THE BIG PACK MTN. NW QUADRANGLE, UTAH, UINTAH COUNTY, 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP)PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY, SAID ELEVATION IS MARKED AS BEING 5251 FEET.



CERTIFICATE 177217

THIS IS TO CERTIFY THAT THE ABOVE PLATE WAS PREPARED FROM FIELD NOTES OF ACTUAL SURVEYS MADE BY ME OR UNDER MY SUPERVISION AND THAT THE SAME ARE TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF.

REGISTERAD LAND SURVEYOR REGISTRATION NO. 101319

UINTAH ENGINEERING & LAND SURVEYING

85 SOUTH 200 EAST - VERNAL, UTAH 84078

(435) 789-1017

SCALE			DATE SURVEYED:	DATE DRAWN:
1" = 10	000,		03-24-04	03-17-04
PARTY			REFERENCES	
B.B.	T.H.	D.R.B.	G.L.O. PLA	ΛT
WEATHER			FILE	
COOL			DOMINION EXP	IR. & PROD., ING

DRILLING PLAN

APPROVAL OF OPERATIONS

Attachment for Permit to Drill

Name of Operator:

Dominion Exploration & Production

Address:

14000 Quail Springs Parkway, Suite 600

Oklahoma City, OK 73134

Well Location:

HCU 10-34F

1934' FSL & 1994' FEL Section 34-10S-20E Uintah County, UT

1. GEOLOGIC SURFACE FORMATION

Uintah

2. ESTIMATED DEPTHS OF IMPORTANT GEOLOGIC MARKERS

<u>Formation</u>	<u>Depth</u>
Wasatach Tongue	3,768'
Uteland Limestone	4,108'
Wasatch	4,253'
Chapita Wells	5,083'
Uteland Buttes	6,253
Mesaverde	7,020'

3. <u>ESTIMATED DEPTHS OF ANTICIPATED WATER. OIL, GAS OR MINERALS</u>

<u>Formation</u>	<u>Depth</u>	Type
Wasatch Tongue	3,768'	Oil
Uteland Limestone	4,108'	Oil
Wasatch	4,253'	Gas
Chapita Wells	5,083	Gas
Uteland Buttes	6,253'	Gas
Mesaverde	7,020'	Gas

4. PROPOSED CASING PROGRAM

All casing used to drill this well will be new casing.

<u>Type</u>	Size	Weight	<u>Grade</u>	Conn.	<u>Top</u>	<u>Bottom</u>	<u>Hole</u>
Surface	8-5/8"	32.0 ppf	J-55	STC	0,	2,000'	12-1/4"
Production	5-1/2"	17.0 ppf	MAV-80	LTC	0'	7,950'	7-7/8"

Note: The drilled depth of the surface hole and the setting depth of the surface casing may vary from 1,700' to 2,000'. Should a lost circulation zone be encountered while drilling, casing will be set approximately 300' below the lost circulation zone. If no lost circulation zone is encountered, casing to be set at 2,000'±.

DRILLING PLAN

APPROVAL OF OPERATIONS

5. OPERATOR'S MINIMUM SPECIFICATIONS FOR PRESSURE CONTROL

Surface hole: No BOPE will be utilized. Air foam mist, rotating head and diverter system will be utilized. Production hole: Prior to drilling out the surface casing shoe, 3,000 psi or greater BOP equipment will be installed. The pipe rams will be operated at least once per day from intermediate casing to total depth. The blind rams will be tested once per day from intermediate casing to total depth if operations permit.

A diagram of the planned BOP equipment for normal drilling operations in this area is attached. As denoted there will be two valves and one check valve on the kill line, two valves on the choke line, and two adjustable chokes on the manifold system. The BOP "stack" will consist of two BOP rams (1 pipe, 1 blind) and one annular type preventer, all rated to a minimum of 3,000 psi working pressure.

The BOP equipment will be pressure tested prior to drilling below the intermediate casing shoe. All test pressures will be maintained for fifteen (15) minutes without any significant pressure decrease. Clear water will be circulated into the BOP stack and lines prior to pressure testing. The following test pressures will be used as a minimum for various equipment items.

1.	Annular BOP	1,500 psi
2.	Ram type BOP	3,000 psi
3.	Kill line valves	3,000 psi
4.	Choke line valves and choke manifold valves	3,000 psi
5 .	Chokes	3,000 psi
6.	Casing, casinghead & weld	1,500 psi
7.	Upper kelly cock and safety valve	3,000 psi
8.	Dart valve	3,000 psi

6. MUD SYSTEMS

- An air or an air/mist system may be used to drill to drill the surface hole until water influx becomes too great.
- KCL mud system will be used to drill well.

<u>Depths</u>	Mud Weight (ppg)	Mud System
0'-2,000'	8.4	Air foam mist, rotating head and diverter
2,000' – 7,950'	8.6	Fresh water/2% KCL/KCL mud system

BLOOIE LINE

- An automatic igniter will not be installed on blooie line. The blooie will have a contant ignition source.
- A "target tee" connection will be installed on blooie line for 90° change of directions for abrasion resistance.
- "Target tee" connections will be a minimum of 50' from wellhead.
- The blooie line discharge will be a minimum of 100' from the wellhead.

8. AUXILIARY EQUIPMENT TO BE USED

- a. Kelly cock.
- b. Full opening valve with drill pipe connection will be kept on floor. Valve will be used when the kelly is not in string.

9. TESTING. LOGGING, AND CORING PROGRAMS TO BE FOLLOWED

- A drillstem test in the Wasatch Tongue is possible.
- One electric line wire-log will be run from total depth to surface casing.
- The gamma ray will be left on to record from total depth to surface casing.
- Other log curves (resistivities, porosity, and caliper) will record from total depth to surface casing.
- A dipmeter, percussion cores, or rotary cores may be run over selected intervals.

10. <u>ANTICIPATED ABNORMAL PRESSURES OR TEMPERATURES EXPECTED</u>

- Expected BHP 1,500-2,000 psi (lower than normal pressure gradient).
- No abnormal temperature or pressures are anticipated.
- The formations to be penetrated do not contain known H2S gas.

DRILLING PLAN

APPROVAL OF OPERATIONS

11. WATER SUPPLY

- No water pipelines will be laid for this well.
- No water well will be drilled for this well.
- Drilling water for this will be hauled on the road(s) shown in Attachment No. 3.
- Water will be hauled from: Water Permit # 43-10447 Section 9, Township 8 South, Range 20 East

12. <u>CEMENT SYSTEMS</u>

a. Surface Cement:

- Drill 12-1/4" hole to 2,000'±, run and cement 8-5/8" to surface (depth to vary based on depth of lost circulation zone).
- Pump 20 bbls lightly weighted water spacer followed by 5 bbls fresh water. Displace with any available water.
- Casing to be run with: a) guide shoe b) insert float c) three (3) centralizers, one on each of first 3 joints d) stop ring for plug two joints off bottom e) bottom three joints thread locked f) pump job with bottom plug only.
- Cement the casing annulus to surface. Top out jobs to be performed if needed. Depending to depth of top of
 cement in the annulus, a 1" tubing string may or may not be utilized.

					<u>Hole</u>	<u>Cement</u>	
<u>Type</u>	Sacks	<u>Interval</u>	Density	Yield Yield	<u>Volume</u>	Volume	Excess
Lead	252	0'-1,500'	11.0 ppg	3.82 CFS	619 CF	835 CF	35%
Tail	219	1,500'-2,000'	15.6 ppg	1.18 CFS	220 CF	297 CF	35%
Top Out	100	0'-200'	15.6 ppg	1.18 CFS	95 CF	118 CF	24% (if required)

Lead Mix: Premium Plus V blend. Blend includes Class "G" cement, gel, salt, gilsonite.

Slurry yield: 3.82 cf/sack Slurry weight: 11.00 #/gal. Water requirement: 22.95 gal/sack

Tail Mix: Class "G" Cement, 1/4 lb/sk Cellophane Flakes + 2% bwoc Calcium Chloride + 44.3% fresh water.

Slurry yield: 1.18 cf/sack Slurry weight: 15.60 #/gal.

Water requirement: 5.2 gal/sack

Top Out: Class "G" Cement, 1/4 lb/sk Cellophane Flakes + 2% bwoc Calcium Chloride + 44.3% fresh water.

Slurry yield: 1.18 cf/sack Slurry weight: 15.60 #/gal.

Water requirement: 5.2 gal/sack

c. Production Casing Cement:

- Drill 7-7/8" hole to 7,950'±, run and cement 5 1/2".
- Cement interface is at 4,000', which is typically 500'-1,000' above shallowest pay.
- Pump 20 bbl Mud Clean II unweighted spacer, followed by 20 Bbls fresh H20 spacer.
- Displace with 3% KCL.

					<u>Hole</u>	Cement	
<u>Type</u>	Sacks 5	<u>Interval</u>	Density	Yield Yield	Volume	Volume	Excess
Lead	160	3,700'-4,700'	11.5 ppg	3.12 CFS	175 CF	350 CF	100%
Tail	435	4,700'7,950'	13.0 ppg	1.75 CFS	473 CF	946 CF	100%

Note: A caliper log will be ran to determine cement volume requirements.

Lead Mix: Halliburton Prem Plus V blend. Blend includes Class "C" cement, gel, salt, gilsonite, EX-1 and HR-7.

Slurry yield: 3.12 cf/sack Slurry weight: 11.60 #/gal.

Water requirement: 17.71 gal/sack Compressives @ 130°F: 157 psi after 24 hours

Tail Mix: Halliburton HLC blend (Prem Plus V/JB flyash). Blend includes Class "G" cement, KCl, EX-1, Halad 322,

& HR-5.

Slurry yield: 1.75 cf/sack Slurry weight: 13.00 #/gal.

Water requirement: 9.09 gal/sack Compressives @ 165°F: 905 psi after 24 hours

13. ANTICIPATED STARTING DATE AND DURATION OF THE OPERATIONS

Starting Date:

January 15, 2005

Duration:

14 Days

SURFACE USE PLAN

CONDITIONS OF APPROVAL

Attachment for Permit to Drill

Name of Operator:

Dominion Exploration & Production

Address:

14000 Quail Springs Parkway, Suite 600

Oklahoma City, OK 73134

Well Location:

HCU 10-34F

1934' FSL & 1994' FEL Section 34-10S-20E Uintah County, UT

The dirt contractor will be provided with an approved copy of the surface use plan of operations before initiating construction.

The onsite inspection for the referenced well was conducted on Friday, July 25, 2004 at approximately 1:15 pm. In attendance at the onsite inspection were the following individuals:

Ken Sechrest

Foreman

Dominion E & P, Inc.

Kermit Wapsock

Oil and Gas Technician

Energy and Minerals

Kim Fritz

Environmental Protection Spec.

Uintah & Ouray Agency - BIA

David Weston

Professional Engineer

Uintah Engineering and Land Surveying

Harley Jackson

Foreman

Jackson Construction

Erik LaRose

Foreman

LaRose Construction

Don Hamilton

Permitting Agent

Buys & Associates, Inc.

1. Existing Roads:

- a. The proposed well site is located approximately 12.98 miles southeast of Ouray, UT.
- b. Directions to the proposed well site have been attached at the end of Exhibit B.
- c. The use of roads under State and County Road Department maintenance are necessary to access the Hill Creek Unit. However, an encroachment permit is not anticipated since no upgrades to the State or County Road system are proposed at this time.
- d. All existing roads will be maintained and kept in good repair during all phases of operation.
- e. Vehicle operators will obey posted speed restrictions and observe safe speeds commensurate with road and weather conditions.
- f. Since no improvements are anticipated to the State, County, Tribal or BLM access roads no topsoil striping will occur.
- g. An off-lease federal Right-of-Way is not anticipated for the access road or utility corridor since both are located within the existing federal unit boundary.

2. Planned Access Roads:

- a. From the existing gravel surfaced, Dominion maintained road an access is proposed trending southwest approximately 650' to the proposed well site. The access consists of entirely new disturbance and crosses no drainages. A road design plan is not anticipated at this time.
- b. The proposed access road will consist of a 14' travel surface within a 30' disturbed area.
- c. Proposed access will utilize entirely Ute Indian Tribe lands in which a right-of-way is being approved at this time. BLM approval to construct and utilize the proposed access road is requested with this application.
- d. A maximum grade of 10% will be maintained throughout the project with no cuts and fills required to access the well.
- e. No turnouts are proposed since the access road is only 650' long and adequate site distance exists in all directions.
- f. No culverts are anticipated. Adequate drainage structures will be incorporated into the road.
- g. No surfacing material will come from federal or Indian lands.
- h. No gates or cattle guards are anticipated at this time.
- i. Surface disturbance and vehicular travel will be limited to the approved location access road.
- j. All access roads and surface disturbing activities will conform to the standards outlined in the Bureau of Land Management and Forest Service publication: <u>Surface Operating Standards for Oil and Gas Exploration and Development</u>, (1989).
- k. The operator will be responsible for all maintenance of the access road including drainage structures.

3. <u>Location of Existing Wells:</u>

a. Following is a list of existing wells within a one mile radius of the proposed well:

i. Water wells None
ii. Injection wells None
iii. Disposal wells None
iv. Drilling wells None
v. Temp. shut-in wells None
vi. Producing wells 2
vii. Abandon wells 1

b. Exhibit B has a map reflecting these wells within a one mile radius of the proposed well.

4. Location of Production Facilities:

a. All permanent structures will be painted a flat, non-reflective Desert Brown to match the standard environmental colors. All facilities will be painted within six months of installation.

Facilities required to comply with the Occupational Safety and Health Act (OSHA) may be excluded.

- Site security guidelines identified in 43 CFR 3163.7-5 and Onshore Oil and Gas Order No. 3
 will be adhered to.
- c. A gas meter run will be constructed and located on lease within 500 feet of the wellhead. Meter runs will be housed and/or fenced. All gas production and measurement shall comply with the provisions of 43 CFR 3162. 7-3, Onshore Oil and Gas Order No. 5, and American Gas Association (AGA) Report No. 3.
- d. A tank battery will be constructed on this lease, it will be surrounded by a dike of sufficient capacity to contain the storage capacity of the largest tank. All loading lines and valves will be placed inside the berm surrounding the tank battery. All liquid hydrocarbons production and measurement shall conform to the provisions of 43 CFR 3162.7-3 and Onshore Oil and Gas Order No. 4 and Onshore Oil and Gas Order No. 5 for natural gas production and measurement.
- e. Any necessary pits will be properly fenced to prevent any wildlife and livestock entry.
- f. All access roads will be maintained as necessary to prevent erosion and accommodate year-round traffic. The road will be maintained in a safe useable condition.
- g. The site will require periodic maintenance to ensure that drainages are kept open and free of debris, ice, and snow, and that surfaces are properly treated to reduce erosion, fugitive dust, and impacts to adjacent areas.
- h. A gas pipeline is associated with this application and is being applied for at this time. The proposed gas pipeline corridor will leave the east side of the well site and traverse 650' east to the existing 4" pipeline corridor at the HCU 3-34F.
- i. The gas pipeline will be a 4" steel surface line within a 20' wide utility corridor. The use of the proposed well site and access roads will facilitate the staging of the pipeline construction. A new pipeline length of approximately 650' is associated with this well.
- j. Dominion intends on installing the pipeline on the surface by welding many joints into long lengths, dragging the long lengths into position and then completing a final welding pass to join the long lengths together. Dominion intends on connecting the pipeline together utilizing conventional welding technology.

5. Location and Type of Water Supply:

a. The location and type of water supply has been addressed as number 11 within the previous drilling plan information.

6. Source of Construction Material:

- a. The use of materials will conform to 43 CFR 3610.2-3.
- b. No construction materials will be removed from Ute Tribal or BLM lands.
- c. If any gravel is used, it will be obtained from a state approved gravel pit.

7. <u>Methods of Handling Waste Disposal</u>:

- a. All wastes associated with this application will be contained and disposed of utilizing approved facilities.
- b. Drill cuttings will be contained and buried on site.
- c. The reserve pit will be located outboard of the location and along the south side of the pad.
- d. The reserve pit will be constructed so as not to leak, break, or allow any discharge.
- e. The reserve pit will be lined with 12 mil minimum thickness plastic nylon reinforced liner material. The liner will overlay a felt liner pad only if rock is encountered during excavation. The pit liner will overlap the pit walls and be covered with dirt and/or rocks to hold it in place. No trash, scrap pipe, etc., that could puncture the liner will be disposed of in the pit. Pit walls will be sloped no greater than 2:1. A minimum 2-foot freeboard will be maintained in the pit at all times during the drilling and completion operation.
- f. The reserve pit has been located in cut material. Three sides of the reserve pit will be fenced before drilling starts. The fourth side will be fenced as soon as drilling is completed, and shall remain until the pit is dry. After the reserve pit has dried, all areas not needed for production will be rehabilitated.
- g. No chemicals subject to reporting under SARA Title III (hazardous materials) in an amount greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling, testing, or completion of the well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling, testing, or completion of the well.
- h. Trash will be contained in a trash cage and hauled away to an approved disposal site as necessary but no later than at the completion of drilling operations. The contents of the trash container will be hauled off periodically to the approved Uintah County Landfill near Vernal, Utah.
- i. Produced fluids from the well other than water will be produced into a test tank until such time as construction of production facilities is completed. Any spills of oil, gas, salt water or other produced fluids will be cleaned up and removed.
- j. After initial clean-up, a 400 bbl tank will be installed to contain produced waste water. This water will be transported from the tank to an approved Dominion disposal well for disposal.
- k. Produced water from the production well will be disposed of at the RBU 13-11F or RBU 16-19F disposal wells in accordance with Onshore Order #7.
- 1. Any salts and/or chemicals, which are an integral part of the drilling system, will be disposed of in the same manner as the drilling fluid.
- m. Sanitary facilities will be on site at all times during operations. Sewage will be placed in a portable chemical toilet and the toilet replaced periodically utilizing a licensed contractor to transport by truck the portable chemical toilet so that its contents can be delivered to the Vernal Wastewater Treatment Facility in accordance with state and county regulations.

8. Ancillary Facilities:

a. Garbage Containers and Portable Toilets are the only ancillary facilities proposed in this application.

9. Well Site Layout: (See Exhibit B)

- a. The well will be properly identified in accordance with 43 CFR 3162.6.
- b. Access to the well pad will be from the east.
- c. The pad and road designs are consistent with BLM and Tribal specification
- d. A pre-construction meeting with responsible company representative, contractors, Tribal Representatives and the BLM will be conducted at the project site prior to commencement of surface-disturbing activities. The pad and road will be construction-staked prior to this meeting.
- e. The pad has been staked at its maximum size of 355' X 200'; however it will be constructed smaller if possible, depending upon rig availability. Should the layout change, this application will be amended and approved utilizing a sundry notice.
- f. All surface disturbing activities, will be supervised by a qualified, responsible company representative who is aware of the terms and conditions of the APD and specifications in the approved plans.
- g. All cut and fill slopes will be such that stability can be maintained for the life of the activity.
- h. Diversion ditches will be constructed as shown around the well site to prevent surface waters form entering the well site area.
- The site surface will be graded to drain away from the pit to avoid pit spillage during large storm events.
- j. The stockpiled topsoil (first 6 inches or maximum available) will be stored in a windrow on the uphill side of the location to prevent any possible contamination. All topsoil will be stockpiled for reclamation in such a way as to prevent soil loss and contamination.
- k. Pits will remain fenced until site cleanup.
- 1. The blooie line will be located at least 100 feet from the well head.
- m. Water injection may be implemented if necessary to minimize the amount of fugitive dust.

10. <u>Plans for Restoration of the Surface</u>:

- a. Site reclamation for a producing well will be accomplished for portions of the site not required for the continued operation of the well.
- b. The Operator will control noxious weeds along access road use authorizations, pipeline route authorizations, well sites, or other applicable facilities by spraying or mechanical removal. A list of noxious weeds may be obtained from the BLM or the appropriate County Extension Office. On Ute Tribal and BLM administered land, it is required that a Pesticide Use Proposal be submitted and approved prior to the application of herbicides, pesticides or possibly hazardous chemicals.

- c. Upon well completion, any hydrocarbons in the pit shall be removed in accordance with 43 CFR 3162.7-1. Once the reserve pit is dry, the plastic nylon reinforced liner shall be torn and perforated before backfilling of the reserve pit. The reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximate natural contours.
- d. The cut and fill slopes and all other disturbed areas not needed for the production operation will be top soiled and re-vegetated. The stockpiled topsoil will be evenly distributed over the disturbed area.
- e. Prior to reseeding the site, all disturbed areas, including the access road, will be scarified and left with a rough surface. The site will then be seeded and/or planted as prescribed by the BIA. The BIA recommended seed mix will be detailed within their approval documents.

11. Surface and Mineral Ownership:

- a. Surface Ownership Ute Indian Tribe under the management of the Bureau of Indian Affairs Uintah and Ouray Agency, P.O. Box 130, 988 South 7500 East, Ft. Duchesne, Utah 84026
- b. Mineral Ownership Federal under the management of the Bureau of Land Management Vernal Field Office, 170 South 500 East, Vernal, Utah 84078; 435-781-4400.

12. Other Information:

- a. AIA Archaeological has conducted a Class III archeological survey. A copy of the report has been submitted under separate cover to the appropriate agencies by AIA Archaeological.
- b. Our understanding of the results of the onsite inspection are:
 - a. No Threatened and Endangered flora and fauna species were found during the onsite inspection.
 - b. No drainage crossings that require additional State or Federal approval are being crossed.

13. Operator's Representative and Certification

Title	Name	Office Phone
Company Representative (Roosevelt)	Mitchiel Hall	1-435-722-4521
Company Representative (Oklahoma)	Carla Christian	1-405-749-5263
Agent for Dominion	Don Hamilton	1-435-637-4075

Certification:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which currently exists; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by Dominion Exploration & Production, Inc. and its contractors and subcontractors in conformity with this APD package and the terms and conditions under which it is approved. I also certify responsibility for the operations conducted on that portion of the leased lands associated with this application, with bond coverage being provided under Dominion's BLM bond. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

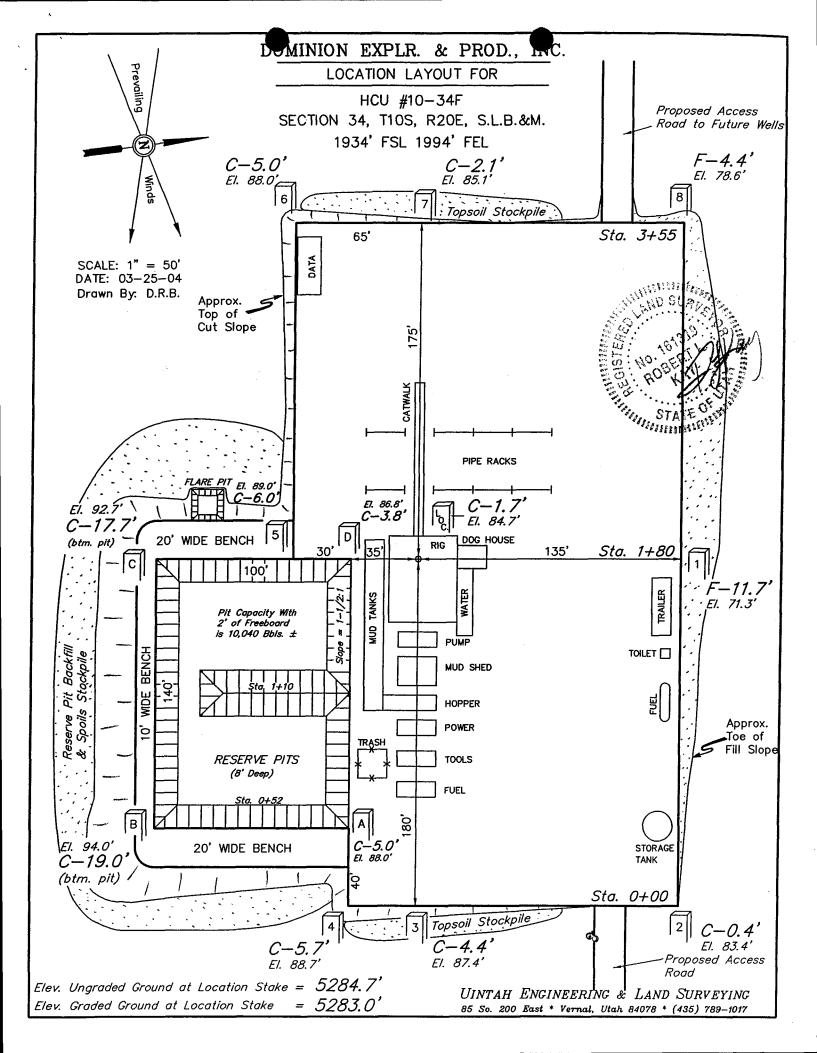
Signature: Don Hamilton Date: 7-12-04

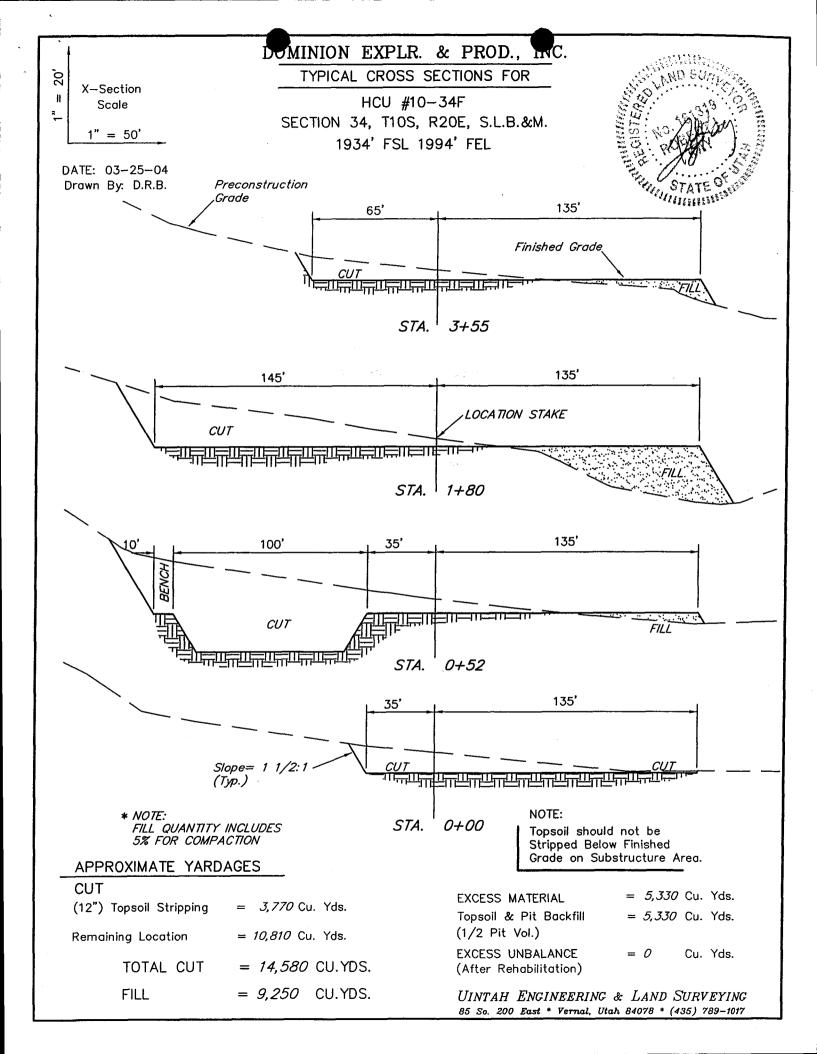
DOMINION EXPLR. & PROD., INC.

HCU #10-34F SECTION 34, T10S, R20E, S.L.B.&M.

PROCEED IN A WESTERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 14.0 MILES TO THE JUNCTION OF STATE HIGHWAY 88; EXIT LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 17.0 MILES TO OURAY, UTAH; PROCEED IN A SOUTHERLY, THEN SOUTHEASTERLY DIRECTION APPROXIMATELY 13.5 MILES ON THE SEEP RIDGE ROAD TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHWEST; TURN RIGHT AND PROCEED IN A SOUTHWESTERLY, THEN NORTHWESTERLY DIRECTION APPROXIMATELY 2.4 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHWEST; TURN LEFT AND PROCEED IN A SOUTHWESTERLY, THEN NORTHWESTERLY DIRECTION APPROXIMATELY 0.8 MILES TO THE BEGINNING OF THE PROPOSED ACCESS TO THE SOUTHWEST; FOLLOW ROAD FLAGS IN A SOUTHWESTERLY DIRECTION APPROXIMATELY 0.1 MILES TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 47.8 MILES.





DOMINION EXPLR. & PROD., INC. HCU #10-34F

LOCATED IN UINTAH COUNTY, UTAH **SECTION 34, T10S, R20E, S.L.B.&M.**

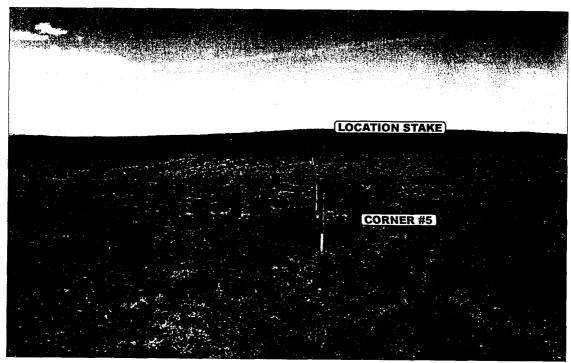


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: NORTHERLY

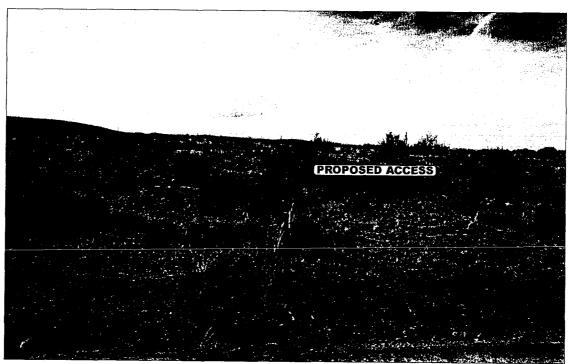


PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: SOUTHWESTERLY



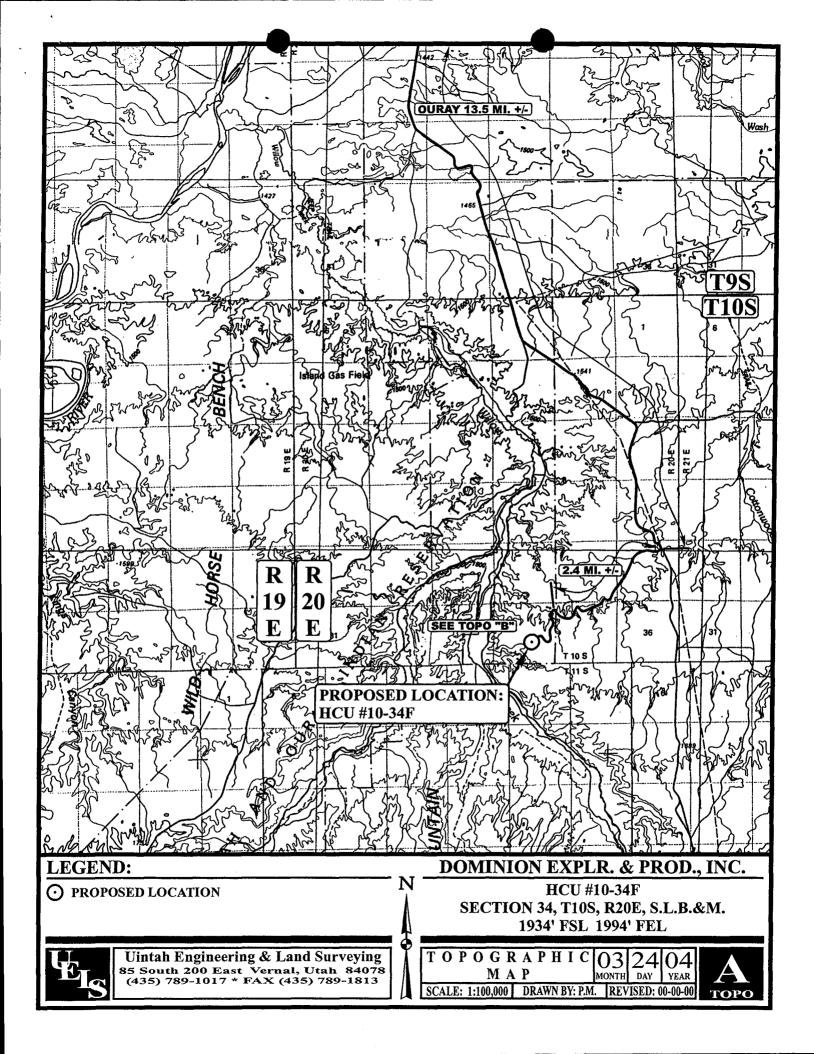
Uintah Engineering & Land Surveying S South 200 East Vernal, Utah 84078 435-789-1017 uels@uelsinc.com

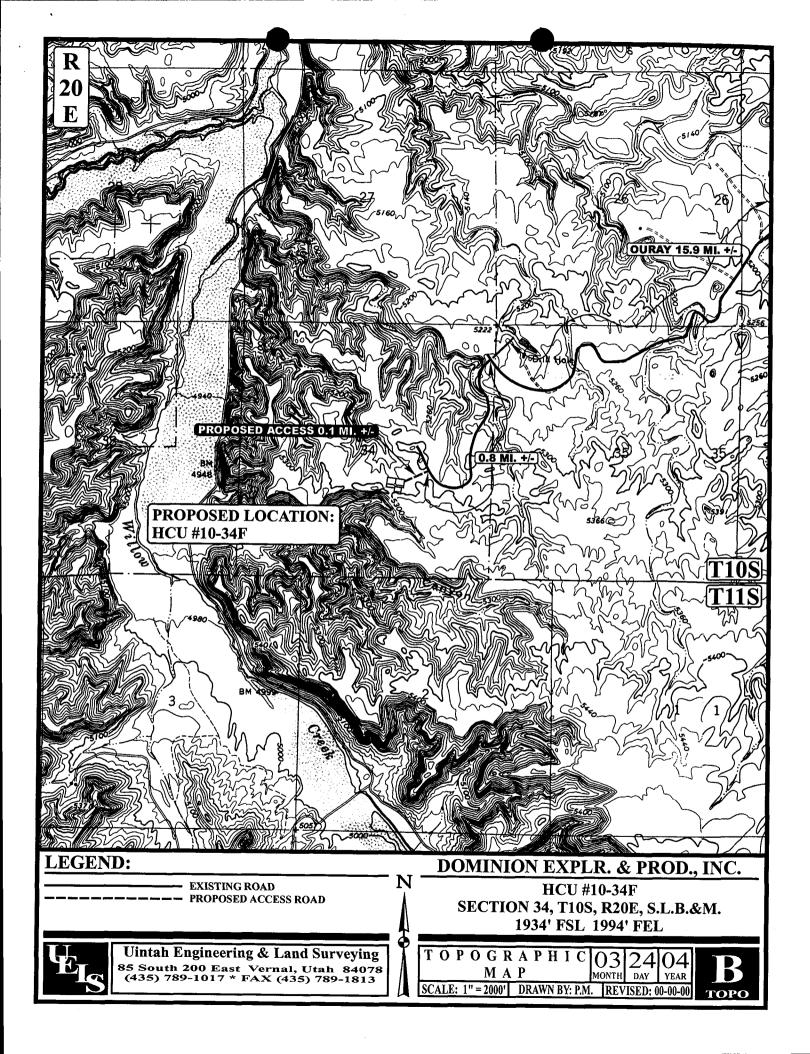
LOCATION PHOTOS

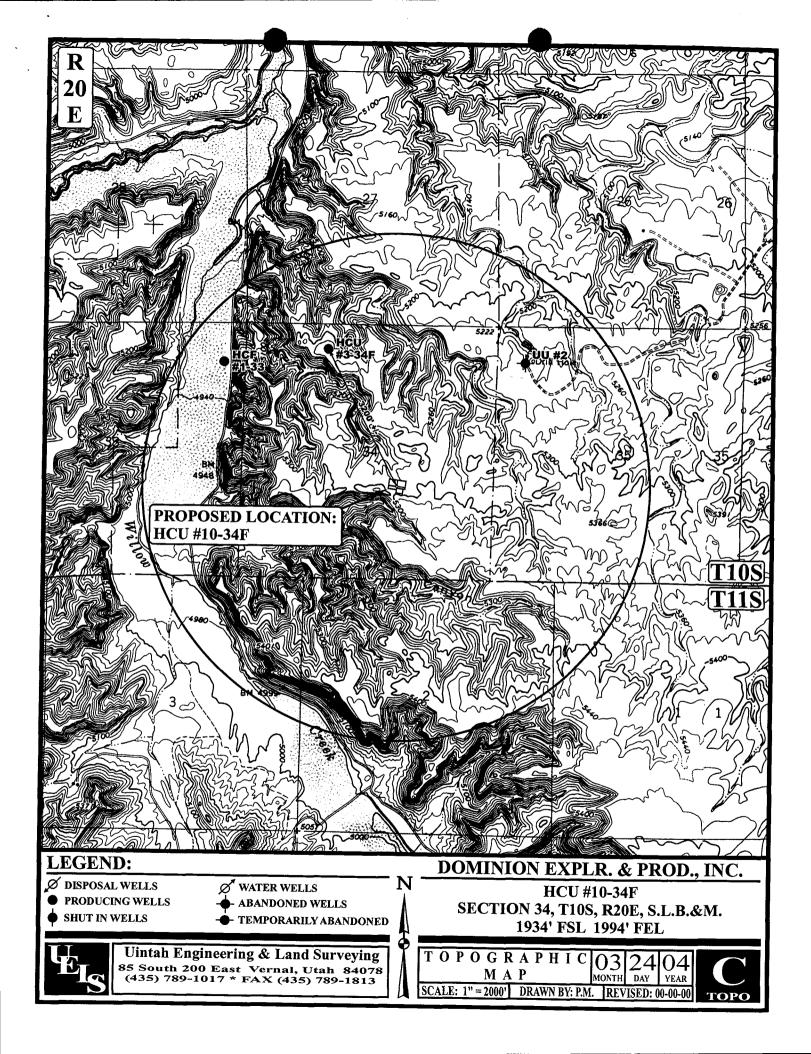
MONTH DAY

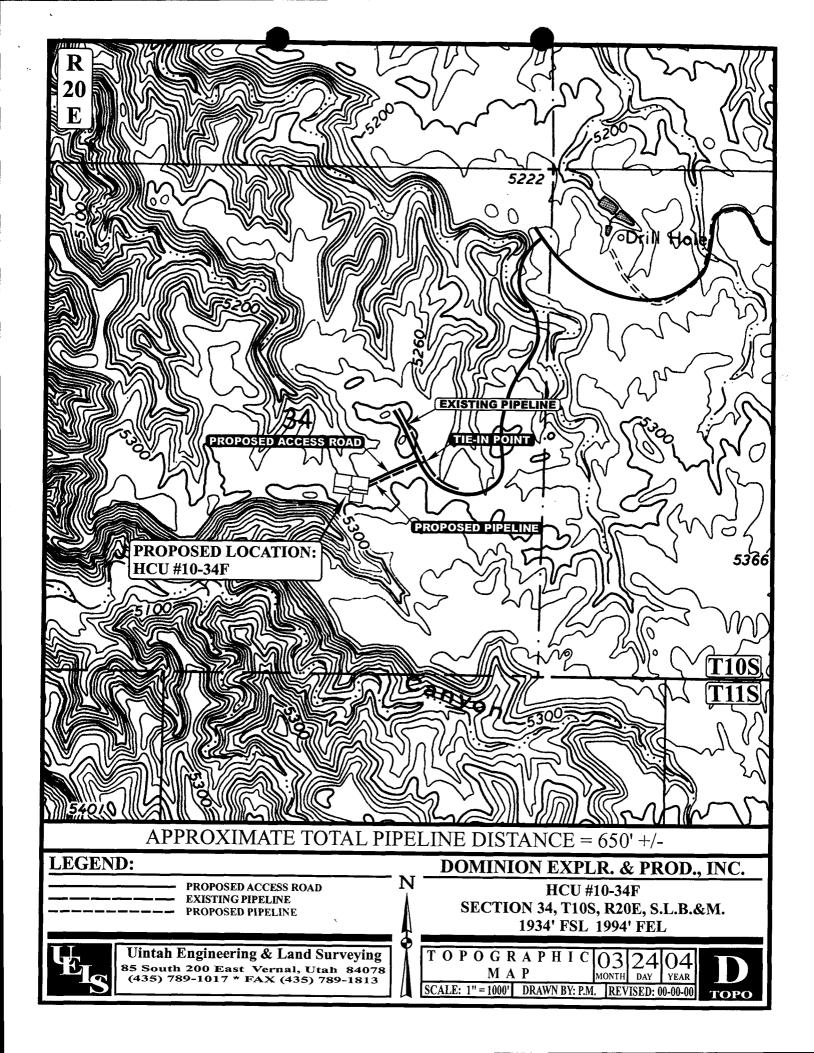
РНОТО

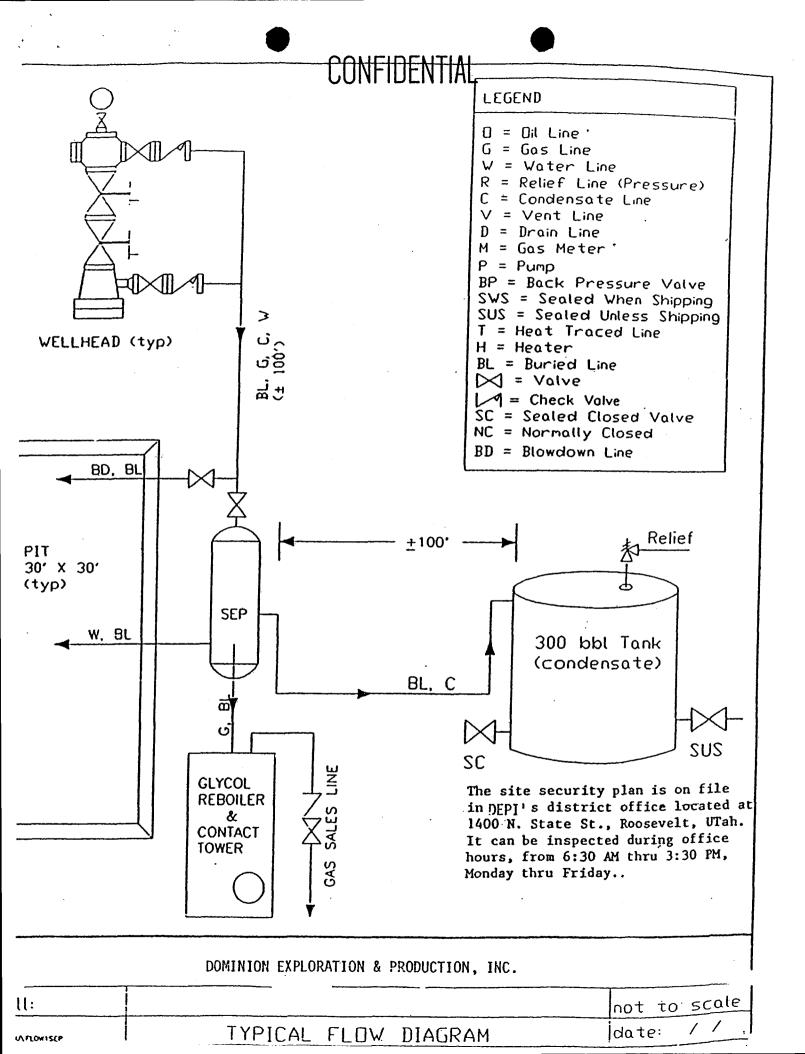
TAKEN BY: B.B. DRAWN BY: P.M. REVISED: 00-00-00



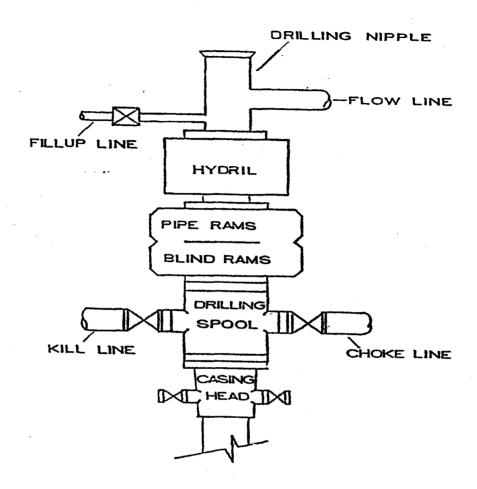




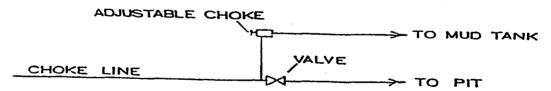




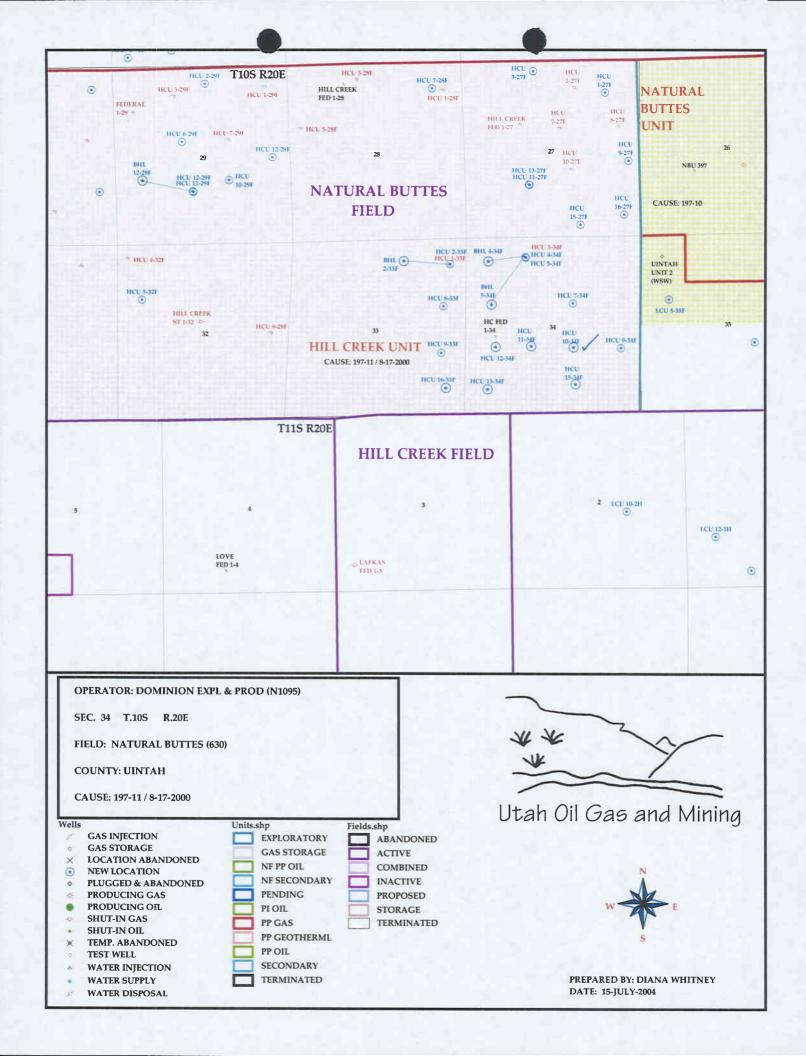
BOP STACK



CHOKE MANIFOLD



APD RECEIVE	ED: 07/14/2004	API NO. ASSIGN	ED: 43-047-3583	34		
OPERATOR:	HCU 10-34F DOMINION EXPL & PROD (N1095) DON HAMILTON CATION:	PHONE NUMBER: 4	35-650-1886			
NWSE	34 100S 200E	INSPECT LOCATE	1 BY: / /			
SURFACE	: 1934 FSL 1994 FEL	Tech Review	Initials	als Date		
BOTTOM:	1934 FSL 1994 FEL			Date		
UINTAH		Engineering				
NATURAL	BUTTES (630)	Geology				
	1 - Federal	Surface				
LEASE NUMBER: U-79130 SURFACE OWNER: 2 - Indian PROPOSED FORMATION: MVRD COALBED METHANE WELL? NO		LATITUDE: 39.90205 LONGITUDE: 109.64835				
Plat Bond: (No. Potas Oil S Water (No. RDCC (Dat	TD/OR REVIEWED: Fed[1] Ind[] Sta[] Fee[] 76S630500330) Sh (Y/N) Shale 190-5 (B) or 190-3 or 190-13 Permit 43-10447) Review (Y/N) See:) Surf Agreement (Y/N)	LOCATION AND SITING: R649-2-3. Unit HILL CREEK R649-3-2. General Siting: 460 From Qtr/Qtr & 920' Between Wells R649-3-3. Exception Drilling Unit Board Cause No: 197-11 Eff Date: 8-17-60 Siting: Siting: Siting: Siting: Directional Drill				
STIPULATIONS: 1- Edura approved 2- DIL SHALE						



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office P.O. Box 45155 Salt Lake City, Utah 84145-0155

IN REPLY REFER TO: 3160 (UT-922)

July 15, 2004

Memorandum

To:

Assistant District Manager Minerals, Vernal District

From:

Michael Coulthard, Petroleum Engineer

Subject:

2004 Plan of Development Hill Creek Unit

Uintah County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2004 within the Hill Creek Unit, Uintah County, Utah.

API#

WELL NAME

LOCATION

(Proposed PZ Mesaverde)

43-047-35832 9-33F Sec 33 T10S R20E 1850 FSL 0700 FEL 43-047-35833 16-33F Sec 33 T10S R20E 0787 FSL 0561 FEL 43-047-35834 10-34F Sec 34 T10S R20E 1934 FSL 1994 FEL ✓ 43-047-35835 11-34F Sec 34 T10S R20E 2058 FSL 2016 FWL 43-047-35836 12-34F Sec 34 T10S R20E 2032 FSL 0938 FWL 43-047-35837 13-34F Sec 34 T10S R20E 0750 FSL 0700 FWL 43-047-35838 15-34F Sec 34 T10S R20E 0819 FSL 1934 FEL

This office has no objections to permitting the wells at this time.

/s/ Michael L. Coulthard

bcc: File - Hill Creek Unit

Division of Oil Gas and Mining

Agr. Sec. Chron Fluid Chron

MCoulthard:mc:7-15-04



State of Utah

Department of Natural Resources

ROBERT L. MORGAN Executive Director

Division of Oil, Gas & Mining

LOWELL P. BRAXTON Division Director OLENE S. WALKER

Governor

GAYLE F. McKEACHNIE
Lieutenant Governor

July 15, 2004

Dominion Exploration & Production, Inc. 14000 Quail Springs Parkway, Suite 600 Oklahoma City, OK 73134

Re: Hill Creek Unit 10-34F Well, 1934' FSL, 1994' FEL, NW SE, Sec. 34, T. 10 South, R. 20 East, Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-35834.

Sincerely,

John R. Baza
Associate Director

pab Enclosures

cc: Uintah County Assessor

Bureau of Land Management, Vernal District Office

Operator:	Dominion Exploration & Production, Inc.					
Well Name & Number Hill Creek Unit 10-34F						
API Number:	43-047-35834					
Lease:	U-7913	0				
Location: <u>NW SE</u>	Sec. 34	T. 10 South	R. <u>20 East</u>			

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dan Jarvis at (801) 538-5338

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.
- 5. In accordance with Order in Cause No. 190-5(b) dated October 28, 1982, the Operator shall comply with requirements of Rules R649-3-31 and R649-3-27 pertaining to Designated Oil Shale Areas. Additionally, the operator shall ensure that the surface and/or production casing is properly cemented over the entire oil shale interval as defined by Rule R649-3-31. The Operator shall report the actual depth the oil shale is encountered to the Division.

Form 3160-3 (December 1990)

UNITED STATES

UBMIT IN TR	IPL Ú ATE
Other instructions on	
reverse side)	

Form approved

AAR

DEPARTMENT OF THE INTERIOR

Budget Bureau No. 1004-0136 Expires: December 31, 1991	
5. LEASE DESIGNATION AND SERIAL NO	,

000	U-79130						
	6. IF INDIAN, ALLOTTEE OR TRIBE NAME Ute Indian Tribe						
1a. TYPE OF WORK	DRILL 🗓	DEEPEN				7. UNIT AGREEMENT NAM	E
b. TYPE OF WELL						Hill Creek Unit	
OIL _	GAS WELL I▼ OTHER		SINGLE ZONE	MULTIPLE ZONE		<u> </u>	WELL NO.
WELL	WELL X OTHER		ZONE I	ZONE		HCU 10-34F	
2. NAME OF OPERATOR						9. API WELL NO.	2-0211
Do	minion Exploration &	Production, Inc.			<u> </u>	43-047-	15819
3. ADDRESS AND TELEP	HONE NO.					10. FIELD AND POOL, OR W	ILDCAT
140	000 Quail Springs Parl	kway, Suite 600, Ol	klahoma City, OK	73134, 405-749-	5263	Natural Buttes	
4. LOCATION OF WELL (Report location clearly and in accord	ance with any State requirement	is.*)			11. SEC.,T.,R.,M., OR BLK. A	
At surface	1,934' FSL	, 1,994' FEL	NW/4 SE/4			Section 34,	
At proposed prod. zone		T10S, R20E, SLB&M					
1,934' FSL, 1,994' FEL NW/4 SE/4 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*							13. STATE
	Uintah	Utah					
15, DISTANCE PROMITROPOSED					F ACRES ASSIGNED IS WELL		
LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT.					O WELL		
(Also to nearest drig. un			640	····		acres	
18. DISTANCE FROM PR		19.	PROPOSED DEPTH		20. ROTARY	OR CABLE TOOLS	
LOCATION TO NEAR DRILLING, COMPLE							
APPLIED FOR, ON THIS LEASE,FT. 1,100° 7.950°						otary	<u> </u>
21. ELEVATIONS (Show	whether DF,RT,GR,etc.)				22.	APPROX. DATE WORK WILL:	STARI*
5,285' GR						January 15, 2005	
23.		PROPOSED CASING	AND CEMENTING I	PROGRAM			
SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH		QUANTI	TY OF CEMENT	
12-1/4"	8-5/8" J-55 LT&C	32#	2,000'	252 sacks Lead and 2	19 sacks Tail,	100 sacks Top Out (see D	rilling Plan)
7-7/8"	5-1/2" Mav-80 LT&C	17#	7,950'	160 sacks Lead and 4:	35 sacks Tail (see Drilling Plan)	

Bond Information:

Bond coverage is provided by Travelers Casualty and Surety Company of America, Bond #76S 63050 0330

Other Information:

Drilling Plan and Surface Use Plan are attached.

Dominion requests that this complete application for permit to drill be held confidential.

RECEIVED JUL 2 1 2004

FILE COPY

DIV. OF OIL, GAS & MINING

CONFIDENTIAL

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen, give data present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give	/e
pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.	

эеп	nent data on subsuri	ace locations and measured a	in true vertical acptils. Give slowest prevente	program, a may.			
24.	SIGNED	Hamilton	Don Hamilton TITLE	Agent for Dominion	DATE	July 12, 2004	
	(This space for Fed	eral or State office use)					
	PERMIT NO			APPROVAL DATE			
	Application appropriations OF	roval does not warrant or APPROVAL, IF ANY:	certify that the applicant holds legal or	equitable title to those rights in the subject lea	se which would entitle	he applicant to conduct operations	thereon
	APPROVED BY		TITLE		DATE_		

Form 3160-3 (December 1990)

SUBMIT IN TRIPLICATE* reverse side)

Form approved. Budget Bureau No. 1004-0136 Expires: December 31, 1991

٩.	DEPARTMENT OF THE INTERIOR									5, LEASE DESIGNATION AN	ND SERIAL NO.	
007	BUREAU OF LAND MANAGEMENT									U-79130		
	DDI ICA	TION F	OR PERMI	тт	DRILI	OR	DEEPE	EN			6. IF INDIAN, ALLOTTEE O	
	MILICA	11011	OK I EIGHI								Ute Indian Trib	<u>se ·</u>
1a. TYPE OF WORK		· *71		~	r1						7. UNIT AGREEMENT NAM	E
	DRILL	KI	DEEP	EN	لــا						Hill Creek Uni	
b. TYPE OF WELL	016				SINGLE		MULTIPL	.E _			8. FARM OR LEASE NAME,	WELL NO.
WELL	GAS WELL X	OTHER			ZONE	$\overline{\mathbf{X}}$	ZONE	[HCU 10-34F	
2. NAME OF OPERATOR											9. API WELL NO.	
	minion Evnl	oration &	Production, Inc.								43,047,3	58 <i>3</i> 4
3. ADDRESS AND TELEP	HONE NO.	oration &	1 Todaction, nie	·							10. FIELD AND POOL, OR V	VILDCAT
		, sringe Darl	way, Suite 600	Okla	ahoma City	OK	73134.	405-74	19-52	63	Natural Buttes	
4. LOCATION OF WELL (Penert location clear	of the and in accord	ance with any State requir	ements.*)	, 011	7515.1				11. SEC.,T.,R.,M., OR BLK.	
At surface					NW/4 S	TG /A					A Section 34,	
1,554 100, 1,554 100					T10S, R20E, SLB&)			MAG T				
	1,	934' FSL	1,994' FEL		NW/4 S	<u>E/4</u>					12 COUNTY OR PARISH	13. STATE
14 DISTANCE IN MILES	AND DIRECTION	FROM NEARE	ST TOWN OR POST OF	FICE*								
	13	2.98 miles	southeast of Ou	ıray,	<u>Utah</u>						<u>Uintah</u>	<u>Utah</u>
15. DISTANCE FROM PR	OPOSED*			16. NO	O. OF ACRES IN	LEASE					ACRES ASSIGNED IS WELL	
LOCATION TO NEAR PROPERTY OR LEAS												
(Also to nearest drig. ur		1,934			640						acres	
18. DISTANCE FROM PR	OPOSED			19. PF	ROPOSED DEPTI	I			ı	20. ROTARY	OR CABLE TOOLS	•
LOCATION TO NEAL DRILLING, COMPLE												•
ADDITION FOR ON THIS LEASE ET 1 100? TO 50?					Ro	Otary APPROX, DATE WORK WILL	CT A D T A					
21. ELEVATIONS (Show	whether DF,RT,GR,	etc.)								22.	APPROX. DATE WORK WILL	SIAKI
		5 0051	CD								January 15, 2005	
		5,285'	PROPOSED CAS	einic /	AND CEMEN	ITING F	ROGRAM				Junuary 20, 2000	
23.							ICO GIG MAI			OULANT	ITY OF CEMENT	
SIZE OF HOLE	GRADE, SIZE	OF CASING	WEIGHT PER FO	от ———	SETTING D	EPIH	·					
12-1/4"	8-5/8" J-55	LT&C	32#		2,000'						100 sacks Top Out (see 1	Drilling Plan)
7-7/8"	5-1/2" Mav-	-80 LT&C	17#		7,950'		160 sacks	Lead ar	nd 435	sacks Tail	(see Drilling Plan)	
			1		l .		1					

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RECEIVED
DEC 0 6 2004
DIV. OF OIL, GAS & MINING

FILE COPY

CONFIDENTIAL

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen, give data present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give

perti	nent data on subsurface le	ocations and measured and	I true vertical depths. Give blowout prev	enter program, it any.		
24.	SIGNED Don Hamilton TITLE		Agent for Dominion	DATE_	July 12, 2004	
	(This space for Federal	or State office use)		APPROVAL DATE	NOTICE OF	APPROVAL
	Application approva CONDITIONS OF APP	il does not warrant or	ertify that the applicant how the total	or equitable title to those rights in the subject Assistant Field Manager Mineral Resources	t lease which would entitle t	the applicant to conduct operations thereon.
	•	V				<i>'</i>

COAs Page 1 of 8 Well No.: HCU 10-34F

CONDITIONS OF APPROVAL APPLICATION FOR PERMIT TO DRILL

Company/Operator: Dominion Exploration & Production Inc.						
Well Name & Number: HCU 10-34F						
API Number: 43-047-35834						
Lease Number: UTU - 79130						
Location: NWSE Sec. 34 TWN: 10S RNG: 20E						
Agreement: HILL CREEK UNIT						

For more specific details on notification requirements, please check the Conditions of Approval for Notice to Drill and Surface Use Program.

COAs Page 2 of 8 Well No.: HCU 10-34F

CONDITIONS OF APPROVAL FOR NOTICE TO DRILL

Approval of this application does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Submit an electronic copy of all logs run on this well in LAS format. This submission will replace the requirement for submittal of paper logs to the BLM.

Be aware fire restrictions may be in effect when location is being constructed and/or when well is being drilled. Contact the appropriate Surface Management Agency for information.

A. <u>DRILLING PROGRAM</u>

1. <u>Estimated Depth at Which Oil, Gas, Water, or Other Mineral Bearing Zones are Expected to be Encountered</u>

Report <u>ALL</u> water shows and water-bearing sands encountered while drilling to John Mayers of this office prior to setting the next casing string or requesting plugging orders. Faxed copies of State of Utah form OGC-8-X are acceptable. If noticeable water flows are detected, submit samples to this office along with any water analyses conducted.

All usable water and prospectively valuable minerals (as described by BLM at onsite) encountered during drilling will be recorded by depth and adequately protected. All oil and gas shows will be tested to determine commercial potential.

2. Pressure Control Equipment

The BOP and related equipment shall meet the minimum requirements of Onshore Oil and Gas Order No. 2 for equipment and testing requirements, procedures, etc., for a <u>3M</u> system and individual components shall be operable as designed. Chart recorders shall be used for all pressure tests.

Test charts, with individual test results identified, shall be maintained on location while drilling and shall be made available to a BLM representative upon request.

If an air compressor is on location and is being utilized to provide air for the drilling medium while drilling, the special drilling requirements in Onshore Oil and Gas Order No. 2, regarding air or gas drilling shall be adhered to. If a mist system is being utilized then the requirement for a deduster shall be waived.

Casing Program and Auxiliary Equipment

Surface casing shall have centralizers on the bottom three joints, with a minimum of one centralizer per joint. Surface casing setting depths are based on ground level elevations only.

COAs Page 3 of 8 Well No.: HCU 10-34F

As a minimum, the usable water oil shale resources shall be isolated and/or protected by having a cement top for the production casing at least 200 ft. above the top of the Wasatch Formation, identified at \pm 4,245 ft. If gilsonite is encountered while drilling, it shall be isolated and/or protected via the cementing program.

4. Mud Program and Circulating Medium

Hazardous substances specifically listed by the EPA as a hazardous waste or demonstrating a characteristic of a hazardous waste will not be used in drilling, testing, or completion operations.

No chromate additives will be used in the mud system on Federal and Indian lands without prior BLM approval to ensure adequate protection of fresh water aquifers.

5. Coring, Logging and Testing Program

Daily drilling and completion progress reports shall be submitted to this office on a weekly basis.

All Drill Stem tests (DST) shall be accomplished during daylight hours, unless specific approval to start during other hours is obtained from the AO. However, DSTs may be allowed to continue at night if the test was initiated during daylight hours and the rate of flow is stabilized and if adequate lighting is available (i.e., lighting which is adequate for visibility and vapor proof for safe operations). Packers can be released, but tripping should not begin before daylight unless prior approval is obtained from the AO.

A cement bond log (CBL) will be run from the production casing shoe to top of the cement and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.

Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (Form 3160-4) will be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3164. Two copies of all logs, core descriptions, core analyses, well-test data, geologic summaries, sample description, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, will be filed with Form 3160-4. Samples (cuttings, fluids, and/or gases) will be submitted when requested by the AO.

6. Notifications of Operations

No location will be constructed or moved, no well will be plugged, and no drilling or workover equipment will be removed from a well to be placed in a suspended status without prior approval of the AO. If operations are to be suspended, prior approval of the AO will be obtained and notification given before resumption of operations.

Operator shall report production data to MMS pursuant to 30 CFR 216.5 using form MMS/3160.

COAs Page 4 of 8 Well No.: HCU 10-34F

Immediate Report: Spills, blowouts, fires, leaks, accidents, or any other unusual occurrences shall be promptly reported in accordance with the requirements of NTL-3A or its revision.

If a replacement rig is contemplated for completion operations, a "Sundry Notice" (Form 3160-5) to that effect will be filed, for prior approval of the AO, and all conditions of this approved plan are applicable during all operations conducted with the replacement rig. The date on which production is commenced or resumed will be construed for oil wells as the date on which liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated or, the date on which liquid hydrocarbons are first produced into a permanent storage facility, whichever first occurs; and, for gas wells as the date on which associated liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated or, the date on which gas is first measured through permanent metering facilities, whichever first occurs.

Should the well be successfully completed for production, the AO will be notified when the well is placed in a producing status. Such notification will be sent by telegram or other written communication, not later than five (5) days following the date on which the well is placed on production.

Gas produced from this well may not be vented or flared beyond an initial authorized test period of 30 days or 50 MMCF following its completion, whichever occurs first, without the prior written approval of the Authorized Officer. Should gas be vented or flared without approval beyond the authorized test period, the operator may be directed to shutin the well until the gas can be captured or approval to continue venting or flaring as uneconomic is granted and the operator shall be required to compensate the lessor for that portion of the gas vented or flared without approval which is determined to have been avoidably lost.

A schematic facilities diagram as required by 43 CFR 3162.7-5(d) shall be submitted to the appropriate Field Office within 60 days of installation or first production, whichever occurs first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with 43 CFR 3162.7-5 (1).

No well abandonment operations will be commenced without the prior approval of the AO. In the case of newly drilled dry holes or failures, and in emergency situations, oral approval will be obtained from the AO. A "Subsequent Report of Abandonment" Form 3160-5, will be filed with the AO within thirty (30) days following completion of the well for abandonment. This report will indicate where plugs were placed and the current status of surface restoration. Final abandonment will not be approved until the surface reclamation work required by the approved APD or approved abandonment notice has been completed to the satisfaction of the AO or his representative, or the appropriate Surface Managing Agency.

7. Other Information

All loading lines will be placed inside the berm surrounding the tank battery.

COAs Page 5 of 8 Well No.: HCU 10-34F

All off-lease storage, off-lease measurement, or commingling on-lease or off-lease will have prior written approval from the AO.

The oil and gas measurement facilities will be installed on the well location. The oil and gas meters will be calibrated in place prior to any deliveries and tested for meter accuracy at least quarterly thereafter. The AO will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports will be submitted to the Vernal District Office.

All meter measurement facilities will conform with Onshore Oil & Gas Order No. 4 for liquid hydrocarbons and Onshore Oil & Gas Order No. 5 for natural gas measurement.

The use of materials under BLM jurisdiction will conform to 43 CFR 3610.2-3.

There will be no deviation from the proposed drilling and/or workover program without prior approval from the AO. Safe drilling and operating practices must be observed. All wells, whether drilling, producing, suspended, or abandoned will be identified in accordance with 43 CFR 3162.

"Sundry Notice and Report on Wells" (Form 3160-5) will be filed for approval for all changes of plans and other operations in accordance with 43 CFR 3162.3-2.

Section 102(b)(3) of the Federal Oil and Gas Royalty Management Act of 1982, as implemented by the applicable provisions of the operating regulations at Title 43 CFR 3162.4-1(c), requires that "not later than the 5th business day after any well begins production on which royalty is due anywhere on a lease site or allocated to a lease site, or resumes production in the case of a well which has been off production for more than 90 days, the operator shall notify the authorized officer by letter or sundry notice, Form 3160-5, or orally to be followed by a letter or sundry notice, of the date on which such production has begun or resumed."

If you fail to comply with this requirement in the manner and time allowed, you shall be liable for a civil penalty of up to \$10,000 per violation for each day such violation continues, not to exceed a maximum of 20 days. See Section 109(c)(3) of the Federal Oil and Gas Royalty Management Act of 1982 and the implementing regulations at Title 43 CFR 3162.4-1(b)(5)(ii).

APD approval is valid for a period of one (1) year from the signature date. An extension period may be granted, if requested, prior to the expiration of the original approval period.

In the event after-hours approvals are necessary, you must contact one of the following individuals:

Ed Forsman

(435) 828-7874

Petroleum Engineer

Kirk Fleetwood

(435) 828-7875

Petroleum Engineer

BLM FAX Machine

(435) 781-4410

EPA'S LIST OF NONEXEMPT EXPLORATION AND PRODUCTION WASTES

While the following wastes are nonexempt, they are not necessarily hazardous.

Unused fracturing fluids or acids

Gas plant cooling tower cleaning wastes

Painting wastes

Oil and gas service company wastes, such as empty drums, drum rinsate, vacuum truck rinsate, sandblast media, painting wastes, spend solvents, spilled chemicals, and waste acids Vacuum truck and drum rinsate from trucks and drums, transporting or containing nonexempt waste

Refinery wastes

Liquid and solid wastes generated by crude oil and tank bottom reclaimers

Used equipment lubrication oils

Waste compressor oil, filters, and blowdown

Used hydraulic fluids

Waste solvents

Waste in transportation pipeline-related pits

Caustic or acid cleaners

Boiler cleaning wastes

Boiler refractory bricks

Incinerator ash

Laboratory wastes

Sanitary wastes

Pesticide wastes

Radioactive tracer wastes

Drums, insulation and miscellaneous solids

COAs Page 7 of 8 Well No.: HCU 10-34F

SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

Dominion Exploration and Production, Inc. (Dominion) will assure the Ute Tribe that any/all contractors and subcontractors have acquired a current Tribal Business License and have updated "Access Permits" prior to construction. All Dominion personnel, contractors and subcontractors will have these permits in their vehicles at all times. Companies that have not complied with this COA will be in violation of the Ute Tribal Business License Ordinance, and will be subject to fines and penalties.

Dominion employees, representatives, and/or authorized personnel (subcontractors) shall not carry firearms on their person or in their vehicles while working on the Uintah and Ouray Indian Reservation.

Dominion employees and/or authorized personnel (subcontractors) in the field will have approved applicable APDs and/or ROW permits/authorizations on their person(s) during all phases of construction.

Dominion will notify the Ute Tribe and Bureau of Indian Affairs (BIA) in writing of any requested modification of APDs or Rights-Of Way (ROW). Dominion shall receive written notification of authorization or denial of the requested modification. Without authorization, Dominion will be subject to fines and penalties.

The Ute Tribe Energy & Minerals Department shall be notified in writing 48 hours in advance of any construction activity. The Ute Tribal office is open Monday through Thursday. A Tribal Technician is to routinely monitor construction. Dominion shall make arrangements with the Ute Energy & Minerals Department for all monitoring that will exceed regular working hours for Tribal Technicians. A qualified archaeologist accompanied by a Tribal Technician will monitor any trenching construction of the pipeline.

A corridor ROW, 60 feet wide and 571 feet long shall be granted for the pipeline and for the new access road. The constructed, travel width of the access road will be limited to 18 feet. Upon authorization by the Ute Tribe Energy & Minerals Department, the ROW may be wider where sharp curves; deep cuts and fills occur; or, where intersections with other roads are required.

Culverts and diversion ditches will be placed and constructed where needed. Road base gravel will be used where sandy soils make roadways and the drilling location hazardous for access or drilling operations.

Upon completion of the pertinent APD and ROWs, Dominion will notify the Ute Tribe Energy & Minerals Department for a Tribal Technician to verify the Affidavit of Completion.

Production waters, oil, and other byproducts shall not be placed on access roads or the well pad.

COAs Page 8 of 8 Well No.: HCU 10-34F

All vehicular traffic, personnel movement, construction and restoration operations will be confined to the areas examined and approved and to the existing roadways and/or evaluated access routes.

Dominion will implement "Safety and Emergency Plan" and ensure plan compliance.

Dominion shall stop construction activities and notify personnel from the Ute Tribe Energy & Minerals Department and BIA if cultural remains including paleontology resources (vertebrate fossils) are exposed or identified during construction. The Ute Tribe Department of Cultural Rights and Protection and the BIA will provide mitigation measures prior to allowing construction.

Dominion employees and/or authorized personnel (subcontractors) will not be allowed to collect artifacts and paleontology fossils. No significant cultural resources shall be disturbed.

Dominion will control noxious weeds on the well site and ROWs. Dominion will be responsible for noxious weed control if weeds spread from the project area onto adjoining land.

Reserve pits will be lined with an impervious synthetic liner. A fence will be constructed around the reserve pit until it is backfilled. Prior to backfilling the reserve pit, all fluids will be pumped from the pit into trucks and hauled, to approved disposal sites. When the reserve pits are backfilled, the surplus oil and mud, etc., will be buried a minimum of 3 feet below the surface of the soil.

A closed system will be used during production. This means that production fluids will be contained in leak-proof tanks. All production fluids will be disposed of at approved disposal sites.

Surface pipelines will be constructed to lay on the soil surface. The pipeline portion of the ROW will not be bladed or cleared of vegetation without authorization of the BIA. Surface pipelines shall be welded in place at well sites or on access roads. They shall be pulled into place and assembled with suitable equipment. Vehicles shall not use pipeline ROWs as access roads unless specifically authorized.

Buried pipelines shall be buried a minimum of 3 feet below the soil surface. After construction is completed the disturbed area shall be contoured to blend into the natural landscape and be reseeded between September 15 and November 1 of the year following construction with perennial vegetation seed mixture provided by the BIA or Ute Tribe.

Before the site is abandoned, Dominion will be required to restore the well site and ROWs to near their original state. The disturbed areas will be reseeded with desirable perennial vegetation.

Soil erosion will be mitigated, by reseeding all disturbed areas.



STATES F THE INTERIOR UNIT DEPARTMEN BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0135

Expires: November 30, 2000

SUNDRY NOTICES AND REPORTS ON WELLS

Lease Serial No.		
U-79130		
6. If Indian, Allottee or Tribe Name		

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.				6. If Indian, Allottee of Tribe N	vame
	CATE - Other Institution		111	7. If Unit or CA/Agreement, No	ame and/or No.
1. Type of Well	001	ILIDELIT.		Hill Creek Unit	
Oil Well X Gas Well	Other U	NFIDENTIA		8. Well Name and No.	
2. Name of Operator			16.	HCU 10-34F	
•	!		İ	9. API Well No.	
Dominion Exploration & Production 3a. Address Suite 6		3b. Phone No. (include	le area code)	43-047-35834	
14000 Quail Springs Parkway, O		(405) 749-526	-	10. Field and Pool, or Explorate	ory Area
4. Location of Well (Footage, Sec., T., R., M.,				Natural Buttes	
1934' FSL & 1994' FEL, NWSE,	Sec. 34-10S-20E			11. County or Parish, State	
				Uintah, UT	
12. CHECK APPROPRIATE	BOX(ES) TO INDICAT	E NATURE OF N	OTICE, REPO	ORT OR OTHER DATA	
TYPE OF SUBMISSION		TYPE	OF ACTION		***
X Notice of Intent	Acidize	Deepen	Production (S	tart/Resume) Water Shut-0	Off
'	Altering Casing	Fracture Treat	Reclamation	. Well integrity	•
Subsequent Report	Casing Repair	New Construction	Recomplete	X Other	
	Change Plans	Plug and Abandon	Temporarily A	bandon APD Expirat	tion.
Final Abandonment Notice	Convert to Injection	Plug Back	. Water Dispos	al	
Attach the Bond under which the work following completion of the involved op testing has been completed. Final Attachment that the site is ready for final. The state APD for this well	erations. If the operation results bandonment Notices shall be filed Il inspection.)	in a multiple completion d only after all requirem	n or recompletion in ents, including rec	in a new interval, a Form 3160- lamation, have been completed	-4 shall be filed once and the operator has
the second secon	数 : 安子	Approved by Utah Division II, Gas and N	n of	C. d. Endelstein	
COPY SENT TO OPERATOR Date: 1-18-05 Iniliate:	Date: By:	07-12-0 B-00-0	THE STATE OF THE S	.)	
14. I hereby certify that the foregoing is true a Name (Printed Typed)	nd correct		1		
Carla Christian			Title	Regulatory Specialis	st
Signature ()	ustian		Date	7/07/2005	
THE STATE OF THE S	SPACE FOR FEDE	RAL OR STAT	E OFFICE		
Approved by			Title		Date
Conditions of approval, if any, are attache certify that the applicant holds legal or e which would entitle the applicant to condu	equitable title to those rights	es not warrant or in the subject lease	Office		
Till 10 11 0 0 0 11 10001 1 Till 10	LLOC Continu 1949 makes	it a subsection and many	e on knowinghy o	and willfully to make to any do	nartment or agency of the

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

> **RECEIVED** JUL 1 1 2005

Application for Permit to Drill Request for Permit Extension Validation (this form should accompany the Sundry Notice requesting permit extension)

API: 43-047-35834 Well Name: HCU 10-34F Location: Section 34-10S-20E, 1934' FSL & 1994' FEL Company Permit Issued to: Dominion Exploration & Production, Inc. Date Original Permit Issued: 7/15/2004
The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.
Following is a checklist of some items related to the application, which should be verified.
If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes□No□
Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes □ No ☑
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes□ No ☑
Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes□ No ☑
Has the approved source of water for drilling changed? Yes⊡No⊠
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes□No☑
Is bonding still in place, which covers this proposed well? Yes☑No□
Cluba Unistran 7/7/2005 Signature Date
Title: Regulatory Specialist
Representing: Dominion Exploration & Production, Inc.



DIVISION OF OIL, GAS AND MINING

SPUDDING INFORMATION

Name of Con	mpany:	DOM	INION EXI	PL & PRO	D INC	
Well Name:		HCU	10-34F		····	
Api No:	43-047-35	834	Lease	е Туре:	FEDERAL	
Section 34	_Township_	10S Range	20E Co	unty	UINTAH	··
Drilling Con	tractor	BILL JR'S	5	RIG #_	6	
SPUDDE	D:					
	Date	08/10/05	<u> </u>			
	Time	4:00 PM				
	How	DRY				
Drilling wi	II Comme	nce:	·			·
Reported by_		PAT WI	SENER			
Telephone #_	·	1-435-82	8-1455 OR	435-823-1	890	
Date0	8/15/2005	Signed	СНІ)		

STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

ENTITY ACTION FORM

Operator:

Dominion Exploration & Production, Inc.

Operator Account Number: N 1095

Address:

14000 Quail Springs Parkway, Suite 600

city Oklahoma City

state OK zip 73134 Phone Number: _(405) 749-1300

Well 1

APLNumber	-Well	Name Table 1	QQ	Sec	Two	Rng	County 2
43-047-35834	HCU 10-34F		NWSE	34	108	20E	Uintah
Action Code	Current Entity Number	New Entity Number	S	pud Da	ite -		ity Assignment Effective Date
KB	99999	12829	8	/10/200)5	8	1/31/05
Comments:	MURD = WS	MVD			CUI	VFIDE	NTIAL

Mall 2

API Number	- Well Name Well Name			Sec	Twp	Rng	- County €
Action Code	Current Entity Number	New Entity Number	S	pud Dat	(0		l tity Assignment Effective Date
Comments:							

Well 3

API Number	Well	Name	QQ	Sec	Twp*	Rng	County
Action Code	Current Entity Number	New Entity Number	Spud Date		Entity Assignment Effective Date		
Comments:					<u> </u>	<u> </u>	

ACTION CODES:

- A Establish new entity for new well (single well only)
- **B** Add new well to existing entity (group or unit well)
- C Re-assign well from one existing entity to a new entity

 D Re-assign well from one existing entity to a new entity

 C Re-assign well from one existing entity to a new entity

 Regulatory Specialist

 Title

Carla Christian

Name (Please Print)

8/24/2005

Date

AUG 29 2005

Form 3160-5 (August, 1999)

1. Type of Well

3a. Address

2. Name of Operator

Oil Well

Dominion Exploration & Production, Inc.

14000 Quail Springs Parkway, OKC, OK 73134

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

UNITED STATES DEPARTMENT CHE INTERIOR BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBSUUDIN IIBIRDI (CATU) AOTHORNI SURTAINATORE OPERAVAS OS AR

Other

Gas Well

Suite 600

	FORM APPROVED
	OMB No. 1004-0135
	Expires: November 30, 2000
	5. Lease Serial No.
	U-79130
	6. If Indian, Allottee or Tribe Name
~~	7. If Unit or CA/Agreement, Name and/or No.
	The one of or ar aproprient, reality and or 140,
	Hill Creek Unit
	8. Well Name and No.
_	11011 40 045
	HCU 10-34F
	9. API Well No.
_	42.047.25024
	43-047-35834
	10. Field and Pool, or Exploratory Area
	Natural Buttes
	11. County or Parish, State
	Llintoh LIT

934' FSL & 1994' FEL, NWSE,	, Sec. 34-10S-20E	11. County or Parish, State Uintah, UT	_
12. CHECK APPROPRIATI	E BOX(ES) TO INDICATE NATURE OF NOTICE	3, REPORT OR OTHER DATA	_
TYPE OF SUBMISSION	TYPE OF AC	CTION	_
Notice of Intent		duction (Start/Resume) Water Shut-Off	_
X Subsequent Report	Casing Repair New Construction Reco	complete X Other sporarily Abandon Spud Well	
Final Abandonment Notice		er Disposal	

3b. Phone No. (include area code)

(405) 749-5263

Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

Spud well 8/10/05. 8/12/05 ran 52 jts., 8 5/8", 32#, J-55 csg., set @ 2219'. Cemented lead w/250 sks cmt., 11.0 ppg, 3.82 yld, tailed w/225 sks mixed @ 15.8 ppg, 1.15 yld., top off w/450 sks mixed @ 15.6 ppg, 1.15 yld., 9 bbls cmt to pit.

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)	1	
Carla Christian	Title	Regulatory Specialist
Signature Coula Constron	Date	8/24/2005
THE TELL BY LAND TO SELECT OF THE DURANT OR STAY		
Approved by	Title	Date
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Office	

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

RECEIVED AUG 2 9 2005

UNITED ATES DEPARTMENT OF HE INTERIOR BUREAU OF LAND MANAGEMENT

SUNDRY NOTI Do not use this form abandoned well. Us	U-79130 6. If Indian, Allottee or Tribe Name				
1. Type of Well Oil Well Z. Name of Operator Dominion Exploration & Production	on, Inc.	NFIDENTI	AL	7. If Unit or CA/Agreement, Name and/or No. Hill Creek Unit 8. Well Name and No. HCU 10-34F 9. API Well No. 43-047-35834	
Ba. Address Suite 6 14000 Quail Springs Parkway, O I. Location of Well (Footage, Sec., T., R., M., 1934' FSL & 1994' FEL, NWSE,	or Survey Description)	3b. Phone No. (included) (405) 749-526	•	10. Field and Pool, or Exploratory Area Natural Buttes 11. County or Parish, State Uintah, UT	
12. CHECK APPROPRIATE	BOX(ES) TO INDICATI		<u> </u>	ORT OR OTHER DATA	
TYPE OF SUBMISSION		TYPE	OF ACTION		
Notice of Intent Subsequent Report Final Abandonment Notice	Acidize Altering Casing Casing Repair Change Plans X	Deepen Fracture Treat New Construction Plug and Abandon	Reclamation Recomplete Temporarily	*****	
Final Availdonment Notice	Convert to Injection	Plug Back	Water Dispos	al	

Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

8/20/05 Plug well. 1st plug 160 sks from 7150' to 6750', 2nd plug 185 sks from 4311' - 3911', 3rd plug 155 sks from 2388' to 1936', 4th plug 110 sks from 314' to surface. 8/22/05 dig up csg head. Cut off same minus 3' GL. Top off w/1.5 bbls cmt. Weld on flat dry hole marker w/proper legals, cover cellar hole. Well P&A'd.

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Carla Christian	Title	Regulatory Specialist
Signature Coula Constituente Coula Coul	Date	9/01/2005 PSIN - 12005
Approved by	Title	Date
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Office	

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

RECEIVED SEP 0 6 2005

FORM APPROVED

OMB No. 1004-0135

Expires: November 30, 2000

5 Lagea Sarial No

FACCIAN F COVER DAGE

FACSIMILE COVER PAGE

Utah Division of Oil, Gas & Mining

Sent: 9/9/2005 at 10:34:02 AM

To:

Subject:

HCU 10-34F TIOS RAOF 5-34

From: g

Pages: 3 (including Cover)

Date: 9/9/2005 Time: 11:28:22 AM

43-047-35834

RECEIVED SEP 0 9 2005





WELL CHRONOLOGY REPORT

WELL NAME: HCU 10-34F

DISTRICT: WESTERN

FIELD: NATURAL BUTTES 630

Event No: 1

COUNTY & STATE : UINTAH

UT

CONTRACTOR:

LOCATION: 1934' FSL 1994' FEL SEC 34 T 10S R 20E

AFE#: 0502066

PLAN DEPTH: 8.150

SPUD DATE: 08/10/05

WI %: 100.00 DHC: \$401.500

CWC: \$563,500

API#: 43-047-35834 AFE TOTAL: \$965,000

FORMATION: WASATCH/MESAVERDE

EVENT DC: \$393,800.00

EVENT CC: \$0.00

EVENT TC: \$393,800.00

WELL TOTL COST: \$398,715

REPORT DATE: 08/13/05

MD: 2,250

TVD: 2,250

DAYS:

MW.

VISC:

DAILY: DC: \$160,008.00

CC: \$0.00

TC:\$160,008,00

CUM: DC: \$160,008,00

CC: \$0.00

TC: \$160,008,00

DAILY DETAILS: MIRU BILL JRS #6. SPUD WELL @ 4:00 PM ON 8-10-05. DRILL 2250' OF 12.25" HOLE. RUN 52 JT'S 8.625" 32#, J-55 CSGN. SET @ 2219'. CEMENT W/ 250 SKS LEAD CEMENT MIXED @ 11.0 PPG & 3.82 YLD. THEN 225 SKS TAIL MIXED @ 15.8 PPG & 1.15 YLD. THEN PUMP 450 SKS TAIL THRU 200' OF 1 INCH PIPE. MIXED @ 15.6 PPG &

1.15 YLD. RETURNED 9 BBLS CEMENT TO PIT.

REPORT DATE: 08/15/05

MD: 2,250

TVD: 2,250

DAYS: 1

MW:

VISC:

DAILY: DC: \$20,525.00

TC: \$20,525,00

CUM: DC: \$180,533,00

CC: \$0.00

TC: \$180,533,00

CC: \$0.00

DAILY DETAILS: TEAR DOWN & MOVE TO THE HCU 10-34F, RIG UP, SET EQUIPMENT, FUNCTION TEST EQUIPMENT, PRESSURE TEST TO 250 PSI LOW & 3,000 PSI HIGH THE FOLLOWING: KELLY W/ UPPER / LOWER VALVES. BLIND / PIPE RAMS, CHOKE W/ MANIFOLD. TEST TO 250 PSI LOW & 1,500 PSI HIGH ANNULAR BOP & 8.625" SURFACE

CSGN.

REPORT DATE: 08/16/05

MD: 4,086

TVD: 4,086

DAYS: 2

MW:8.5

VISC: 26

DAILY: DC: \$24,500,00

CC: \$0.00

TC: \$24,500.00

CUM: DC: \$205,033,00

CC: \$0.00

TC: \$205,033.00

DAILY DETAILS: PU BHA & DRILL STRING. TAG CEMENT @ 2160'. DRILL OUT CEMENT & SHOE. DRILL 7.875" HOLE TO A DEPTH OF 2323'. FIT TEST @ 2323'. 140 PSI W/ 8.6 PPG WIRELINE SURVEY @ 2153' = 2*. DRLG FROM 2323' TO 2732'. W/ 15K WOB & 75 RPMS. WIRELINE SURVEY @ 2632' = 1.25*. DRLG FROM 2732' TO 3266'. W/ 15K WOB & 65 RPMS. WRELINE SURVEY @ 3196'. = 1.5*, DRLG FROM 3266' TO 3770' W/ 18K WOB & 55 RPMS. WIRELINE SURVEY @ 3700' = 2.25*. DRLG FROM 3770' TO 4086' W/ 18K WOB & 55 RPMS.

REPORT DATE: 08/17/05

MD: 6,226

TVD: 6,226

DAYS: 3

MW:8.6

VISC: 26

DAILY: DC: \$29,475,00

CC: \$0.00

TC: \$29,475.00

CUM: DC: \$234,508.00

CC: \$0.00

TC: \$234,508.00

DAILY DETAILS: DRILLING 7.875" HOLE FROM 4086' TO A DEPTH OF 4307". W/16K WOB & 55 RPMS. WRELINE SURVEY @ 4237' = 1.75*. DRLG FROM 4307' TO 4872'. W/18KWOB & 55 RPMS. WIRELINE SURVEY @ 4802' = 2.25*. DRLG FROM 4872' TO 5061'. W/ 18K WOB & 50 RPMS. RIG SERVICE. BOP FUNCTION TEST. BOP / FIRE DRILL (2 MINS.) DRLG FROM 5061' TO 5375'. W/ 18K WOB & 55 RPMS. WIRELINE SURVEY @ 5305'= 2*. DRLG FROM 5375' TO 5880'. W/ 18KWOB & 50 RPMS. WRELINE SURVEY @ 5810' = 1.5*. DRLG FROM 5880' TO 6226'. W/ 18K WOB & 50 RPMS.

REPORT DATE: 08/18/05

MD: 7,640

TVD: 7,640

DAYS: 4

MW:8.7

VISC: 26

DAILY: DC: \$84,859,00

CC: \$0.00

TC: \$84,859.00

CUM: DC: \$319,367.00

CC: \$0.00

TC: \$319,367.00

DAILY DETAILS: DRILLING 7.875" HOLE FROM 6226' TO A DEPTH 6382', W/ 18K WOB & 50 RPMS, WIRELINE SURVEY @ 6312' = 2*. DRLG FROM 6382 TO 6886', W/ 18K WOB & 55 RPMS, RIG SERVICE & BOP FUNCTION TEST, BOP / FIRE DRILL (120 SEC). WIRELINE SURVEY 6816' = 2.5*. DRLG FROM 6886' TO 7389'. W/ 22K WOB & 55 RPMS. WIRELINE SURVEY @ 7319' = 3*. DRLG FROM 7389' TO 7640'. W/ 22K WOB & 50 RPMS.

REPORT DATE: 08/19/05

WOB & 45 RPMS.

MD: 8,013

TVD:8,013

DAYS: 5

MW:9.1

VISC: 37

DAILY: DC: \$43,033,00

CC: \$0.00 TC:\$43,033,00 CUM: DC: \$362,400,00

CC: \$0.00

TC: \$362,400,00

DAILY DETAILS: DRILLING 7.875" HOLE FROM 7640' TO A DEPTH OF 7923'. W/ 20K WOB & 50 RPMS. RIG SERVICE & BOP FUNCTION TEST. BOP / FIRE DRILL (205 SEC.) DRLG FROM 7923' TO 7939'. W/ 25K WOB & 50 RPMS. C & C HOLE CLEAR. PUMP PILL. TOH FOR BHA INSPECTION, REPLACE BIT W/ RR #2, TIH W/ RR #2, BHA, DRILL STRING KELLY UP & BREAK CIRCULATION, WASH & REAM 40' TO BTM. DRLG FROM 7938' TO 8013'. W/ 15K

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SEP 0 9 2005







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WELL CHRONOLOGY REPORT

WELL NAME: HCU 10-34F

DISTRICT: WESTERN

FIELD: NATURAL BUTTES 630

Event No: 1

LOCATION: 1934' FSL 1994' FEL SEC 34 T 10S R 20E

COUNTY & STATE: UINTAH

UT

CONTRACTOR:

WI %: 100.00

AFE#: 0502066

API#: 43-047-35834

PLAN DEPTH: 8,150

SPUD DATE: 08/10/05

DHC: \$401,500

CWC: \$563,500

AFE TOTAL: \$965,000

EVENT DC: \$393,800.00

EVENT CC: \$0.00

EVENT TC: \$393,800.00

FORMATION: WASATCH/MESAVERDE

REPORT DATE: 08/20/05

MD: 8,076

WELL TOTL COST: \$398,715

TVD:8,076

DAYS: 6

MW:9.2

VISC: 37

DAILY: DC: \$31,400.00

CC: \$0.00

TC: \$31,400.00

CUM: DC: \$393,800.00

CC: \$0.00

TC: \$393,800.00

DAILY DETAILS: DRILLING FROM 8013' TO A DEPTH OF 8976' TD WELL @ 7:30AM ON 8/19/05. CIRCULATE WELL BORE CLEAN. TOH W/ DRIILL STRING & BHA. RIG UP BAKER ATLAS AND RUN OPEN HOLE LOG'S, WAIT ON LOG EVALUTION,

TIH W/ BHA. LAY DOWN SAME. TIH W/ DRILL STRING OPEN ENDED TO A DEPTH OF 7142'. CIRCULATE WELL

BORE CLEAN, RIG UP HALCO.

REPORT DATE: 08/22/05

MD: 8,076

TVD:8,076

DAYS: 7

MW:

VISC:

DAILY: DC: \$0.00

CC: \$0.00

TC:\$0.00

CUM: DC: \$393,800.00

CC: \$0.00

TC: \$393.800.00

DAILY DETAILS: MOVE RIG TO LCU 14-1H TODAY

REPORT DATE: 08/23/05

MD: 8,076

TVD:8,076

DAYS: 7

MW:

VISC:

DAILY: DC: \$0.00

CC: \$0.00

TC:\$0.00

TC: \$393,800.00

CUM: DC: \$393,800.00

CC: \$0.00

DAILY DETAILS: DIG UP CSGN HEAD, CUT OF SAME MINUS 3 FEET GL. TOP OFF W/ 1.5 BBLS CEMENT, WELD ON FLAT DRY HOLE WITH PROPER LEGALS. COVER CELLAR HOLE. WILL RECLAIM AT LATER DATE.

WELL P&A.

Form 3160-5 (August, 1923)

UNITED STATES DEPARTMENT THE INTERIOR BUREAU OF LAND MANAGEMENT

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FORM APPROVED OMB No. 1004-0135

Expires: November 30, 2000

5.	Lease	Serial	No

	U-1	913	V		
_				 	
•	FC 7			 	

SUNDRY NOTICES AND REPORTS ON WE Do not use this form for proposals to drill or to re-entabandoned well. Use Form 3160-3 (APD) for such pro SUBMINISTRATION OF THE PROPOSAL O	6. If Indian, Allottee or Tribe Name posals.
14000 Quail Springs Parkway, OKC, OK 73134 (405) 7 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1934' FSL & 1994' FEL, NWSE, Sec. 34-10S-20E	9. API Well No. 43-047-35834 10. Field and Pool, or Exploratory Area Natural Buttes 11. County or Parish, State Uintah, UT
TYPE OF SUBMISSION Acidize	TYPE OF ACTION Production (Start/Resume) Reclamation Recomplete APD Expiration. Water Disposal estimated starting date of any proposed work and approximate duration thereof. cations and measured and true vertical depths of all pertinent markers and zones. fille with BLM/BIA. Required subsequent reports shall be filled within 30 days ampletion or recompletion in a new interval, a Form 3160-4 shall be filled once requirements, including reclamation, have been completed and the operator has is hereby requesting a one year extension. RECEIVED
	SEP 1 2 2005 OV. OF OIL, GAS & MINING FIRE FI
4. I hereby certify that the foregoing is true and correct Name (Printed Typed) Carla Christian Signature (Title Date AUG 0 3 2005
hich would entitle the applicant to conduct operations thereon.	

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.



Application for Permit to Drill Request for Permit Extension Validation (this form should accompany the Sundry Notice requesting permit extension)

API: Well Name: Location: Company Pei Date Original		, 1934' FSL & 1994' FEL Dominion Exploration & 1 7/15/2004	Production, Inc.	
above, hereby	verifies that the i	legal rights to drill on information as submitt mains valid and does	the property as permitted ted in the previously not require revision.	
Following is a verified.	checklist of some	e items related to the a	application, which should b	<u>e</u>
If located on pragreement bea	rivate land, has then updated? Yes	ne ownership changed □ No □	I, if so, has the surface	
Have any wells the spacing or	s been drilled in the siting requiremen	he vicinity of the proports for this location? Y	osed well which would affe es⊡ No⊠	ct
Has there beer permitting or op-	n any unit or othe peration of this pr	r agreements put in pi oposed well? Yes⊡ N	lace that could affect the lo.⊠	
Have there bee	en any changes to could affect the p	o the access route inc roposed location? Yes	luding ownership, or right- □ No ☑	
Has the approv	ed source of wat	er for drilling changed	? Yes⊟ No.☑	
Have there bee which will requi evaluation? Yes	re a change in pl	nanges to the surface ans from what was dis	location or access route scussed at the onsite	
Is bonding still i	in place, which co	overs this proposed w	ell? Yes⊠No⊟	
Carla U	hustian		7/7/2005	
Signature			Date	
Title: Regulatory	Specialist	· ·	•	
Representing:	Dominion Exploration	on & Production, Inc.		

Form 3160-4 (August 1999) UNITED STATES
DEPARTMENT THE INTERIOR
BUREAU OF BAND MANAGEMENT
WELL COMPLETION OR RECOMPLETION REPORT AND ASSETTION

FORM APPROVED OMB NO. 1004-0137

Expires: November 30, 2000

	r-1						AALL .			0-73	7130
1a. Type o	of Well	Oil Well (Gas Well X	Dry O	ther Deepen	Diff.Re	esvr.		6. If Indian, A		
		Other		-	, mar				7. Unit or CA	Agreeme	nt Name and No.
		Other									ek Unit
	of Operator								8. Lease Nar		
Dom	inion Explor	ation & Produ	iction, Inc.							HCU	10-34F
3. Addres						3a. Ph	one No. (include	e area code)	9. API Well N		
14	000 Quail S	prings Parkw	ay - Ste. 60	0 - Okla. C	ity, OK 73134	İ	405-749-1	300		43-047	-35834
4. Location	on of Well (Rep	ort location clearly	y and in accorda	nce with Fed	eral requirements)*				10. Field and F		
At surf	ace 1	0341501.9.4	0041 EE1 A1		ECEIVED)			Natural I		provident
Atton		904 F3L & I	994 FEL, N	W SEIIL					11. Sec., T.,R.,		ck and
At tob	orod. Interval re	ported below		nr.	T 2 1 2005				Survey or A		34-10S-20E
At total	donth			UL	, 1 2 1 2003				12. County or F	Parish	13. State
				DU 05	OI GAS&MI	MING			Uintah		UT
14. Date S	pudded	15. Date T	.D. Reached	16 VIU	OIL, GAS & MII Date Completed				17. Elevations	DE RKR	
8/10	/2005	8	/19/2005		X	_			Lievalone		* *
					D&A	Ready	to prod. 8	/22/2005		5285	GL
18. Total D		8076'	19. Plug Back	T.D.: MD	0'		20. Depth Brid		MD		
	TVD			TV	D			•	TVD		
21. Type El	ectric & Other N	lechanical Logs	Run (Submit co	ov of each)		22	Was well cored	? X No			
		ro Laterolog,			siloa			25,223,33	Yes	(mit analysis)
		mp. Neutron			,		Was DST run?	X No	Yes	Subi	mit report)
23. Casing		rd (Report all stri		// Camper			Directional Sun	/ey?	X No	Yes	(Submit copy)
Hole Size	Size/Grade	1		T	Stage Ceme	nter	No. of Sks &		r		
		Wt.(#/ft)	Top (MD)	Bottom (M	Depth		pe of Cement	Slurry Vol. (BBL)	Cement Top	٠	Amount Pulled
12 1/4"	8 5/8"	32#	Surface	2219'			5 Sx	(===/	Circ.	_	
24. Tubing I	Record	<u> </u>		<u> </u>							
Size	Depth Set (MD) Pack	er Depth (MD)	Size	Depth Set (M	ID) I D	acker Depth (MD	N Cima		4 - 5 · F	
			, , , , ,	1 0,20	Depart Set (iv	10) F	acker Depth (IVIL	O) Size	Depth Set	(MD)	Packer Depth (MD)
25. Producir	ng Intervals				26. Perforation	Record					
	Formation		Тор	Bottom		orated Inte	erval	Size	No. Holes	P	erf.Status
<u>A)</u>										<u> </u>	sm.otatas
B) C)											
D)											
E)											
											
27. Acid, Fra	cture, Treatmer	nt, Cement Sque	eze Etc		· · · · · · · · · · · · · · · · · · ·						
	Depth Interval					Am	ount and Type o	of Material			
											· · · · · · · · · · · · · · · · · · ·
L											
											
Date First	Test	Hours	Test	Oil IC	Gas Wat	er ·	Oil Gravity	Gas	I December 1		
Produced	Date	Tested	Production		ACF BBL		Corr. API	Gravity	Production Met	IDG	
-				į							
Choke Size	Tbg.Press.	Csg.			Gas Wat		Gas:Oil	Well Status		·	
UILE	Flwg. SI	Press.	Rate	BBL M	ICF BBL		Ratio				
		_L									
28a. Produ Date First	ction - Interval		Tack	~::							
Produced	Date	Hours Tested			Gas Wate		Oil Gravity	Gas	Production Meth	od	
		1	-	.	1000		Corr. API	Gravity			
(See instruction	ons and spaces	 for additional dat	a on reverse sin	(e)					A 34	<u> </u>	
				· · ·					384.0		

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28b Prod Date First	luction - Interval C	Hours	Test	il	Gas	Water	Ioa	Gravity		Production Met	35-ad
Produced	Date	Tested	Production	3BL	MCF	BBL		orr. API	Gravity	Production we	rriou
Choke	Tbg.Press.	Csg.	24 Hr.	Oil :	Gas	Water	Ga	s:Oil	Well Status		
Size	Flwg. SI	Press.	Rate	BBL	MCF	BBL	Ra	itio			
28c. Produ	uction - Interval D)									
Date First	Test	Hours	Test	Oil	Gas	Water		Gravity	Gas	Production Met	thod
Produced	Date	Tested	Production —	BBL	MCF	BBL	Co	rr. API	Pl Gravity		
Choke Size	Tbg.Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water 8BL	Ga Ra	s:Oil tio	Well Status		
29. Dispostic	on of Gas (Sold	, used for fuel, v	vented, etc.)	1		-	I				····
00 0		nes (Include Aqu						To. 5			
Show all	important zone cluding depth in	es of porosity and	d contents thereo ishion used, time	f: Cored in tool open, f	tervals and all lowing and sho	drill-stem ut-in pressures		31. Form	ation (Log) Marl	kers	
Forma	ation	Тор	Bottom		Descritpion, C	Contents, etc.	,		Name		Тор
								 			Meas. Depth
									h Tongue		3730'
				İ				1	Limestone		4068'
•	ļ							Wasata			4212'
	ŀ	1						Chapita			5102'
	Ī							Uteland			6230'
	i	l						Mesave	erde		7050'
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32 Additiona	ıl remarks (incl	de plugging pro	ocedure)								
		rae bingging bio	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,								
8/20/05	5 plug well	1st nlug 160) sks f/7150' t	o 6750'	2nd plug 1	85 eke f/431	1' to 3	011' 3m	i niua 155 el	ce f/2388! to 1	1036'
			ice. 8/22/05 (1930,
	-							GL. 10	op on wri.s t	odis cmit.	
vveia o	n nat ary no	ne marker w	/proper legals	s, cover o	cellar nole.	Well P&A'd					
·	 				 	· · ·					
	closed attachme										
1. Electr	rical/Mechanica	I Logs (1 full set	t req'd)	2. Ge	ologic Report	3.	DST Re	eport	4. Directiona	al Survey	
5. Sundi	ry Notice for plu	agging and ceme	ent verification	6, Co	re Analysis	7.	Other:				
34. I hereby c	certify that the fo	oregoing and att	ached information	is comple	te and correct	as determined f	rom all a	available re	cords (see attac	hed instructions))*
Name (ple	ease print)	Carla Ch	ristian		····		Title .	Regu	ılatory Speci	alist	
	()	~ ((1. T	+							
Signature		mla	VVV	Mar	<u> </u>		Date .	Octo	ber 17, 2005	<u> </u>	
				·			·				
itle 18 U.S.C	Section 1001	and Title 43 U.S	S.C. Section 1212	, make it a	crime for anv	person knowing	v and w	illfully to m	ake to any dena	rtment or agency	of the United States
ny false, fictit	tious or fraduler	nt statements or	representations	as to any m	atter within its	jurisdiction.		.,	, aopa		